

The Colfax logo is displayed in a bold, black, sans-serif font. The letters are thick and blocky, with a distinctive design for the 'X' which features a small square cutout in the center. The logo is set against a light gray rectangular background.

COLFAX

SECOND QUARTER 2016 | EARNINGS CONFERENCE CALL

FORWARD-LOOKING STATEMENTS

The following information contains forward-looking statements, including forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements include, but are not limited to, statements concerning Colfax's plans, objectives, expectations and intentions and other statements that are not historical or current facts. Forward-looking statements are based on Colfax's current expectations and involve risks and uncertainties that could cause actual results to differ materially from those expressed or implied in such forward-looking statements. Factors that could cause Colfax's results to differ materially from current expectations include, but are not limited to, factors detailed in Colfax's reports filed with the U.S. Securities and Exchange Commission including its 2015 Annual Report on Form 10-K under the caption "Risk Factors". In addition, these statements are based on a number of assumptions that are subject to change. This presentation speaks only as of this date. Colfax disclaims any duty to update the information herein.

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Q2 2016 RESULTS

Q2 2016 HIGHLIGHTS

	Q2 2016	Q2 2015
	(In millions, except per share data)	
Revenue	\$ 957.2	\$ 1,025.4
Adjusted Operating Profit	\$ 87.6	\$ 105.4
Margin %	9.1%	10.3%
Adjusted Net Income	\$ 50.3	\$ 63.0
Adjusted EPS	\$ 0.41	\$ 0.50

- Organic revenue decline of 5.6%
- Organic order decline of 15.5%
- Sequential AOP margin improvement of 160 basis points

Unaudited

YEAR TO DATE 2016 HIGHLIGHTS

	Six Months Ended	
	July 1, 2016	June 26, 2015
	(In millions, except per share data)	
Revenue	\$ 1,834.1	\$ 1,936.4
Adjusted Operating Profit	\$ 153.7	\$ 186.6
Margin %	8.4%	9.6%
Adjusted Net Income	\$ 87.2	\$ 107.6
Adjusted EPS	\$ 0.71	\$ 0.86
<ul style="list-style-type: none"> • Organic revenue decline of 3.1% • Organic order decline of 12.6% 		

Unaudited

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COLFAX

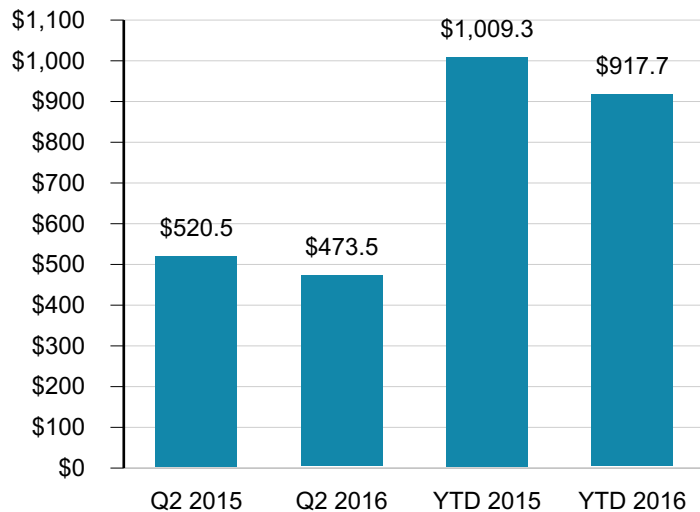
The text 'FABRICATION TECHNOLOGY' is written in a clean, white, sans-serif font. It is centered horizontally within a light gray rectangular box that extends from the left edge of the slide. The background of the entire slide is a vibrant blue with dynamic, flowing, wavy lines that create a sense of motion and depth.

FABRICATION TECHNOLOGY

FABRICATION TECHNOLOGY

Q2 2016 AND YEAR TO DATE 2016 RESULTS

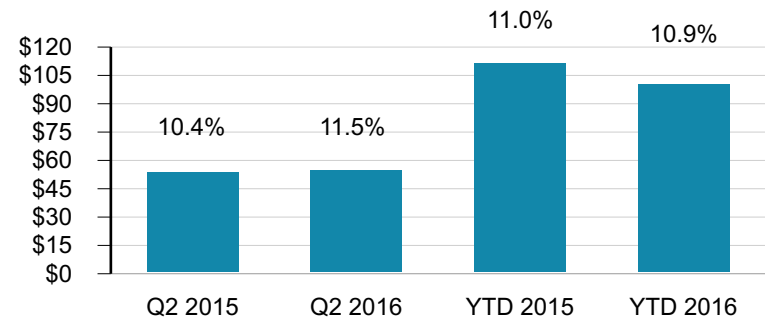
REVENUE



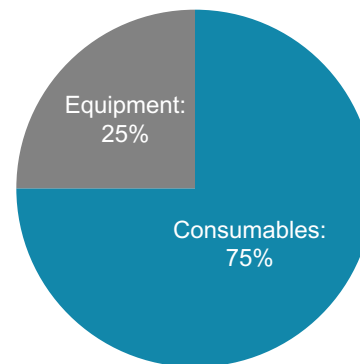
	QTD		YTD ⁽¹⁾
Volume	(1.7)%		(1.3)%
Price/ Mix	(2.5)%		(1.8)%
Acquisitions	—%		—%
FX Translation	(4.8)%		(6.0)%
Total Decline	(9.0)%		(9.1)%

(1) Reflects corrected misclassification in Q1 2016.

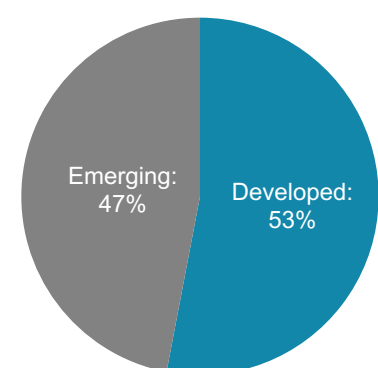
ADJUSTED OPERATING PROFIT



AFTERMARKET REVENUE 2016



GEOGRAPHIC EXPOSURE 2016



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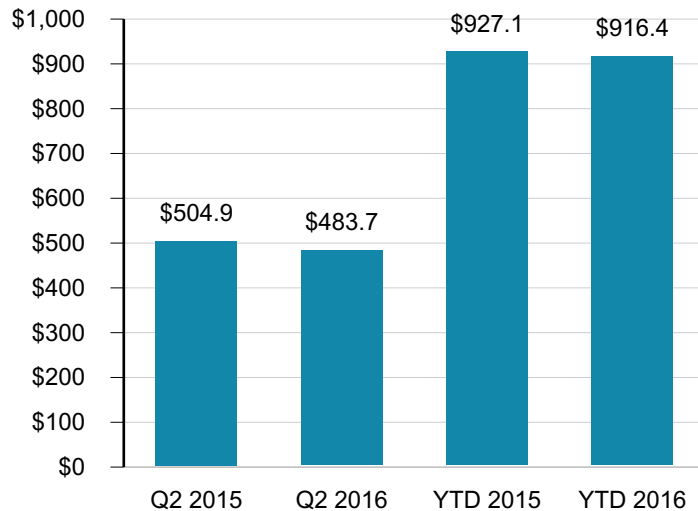
COLFAX

GAS AND FLUID HANDLING

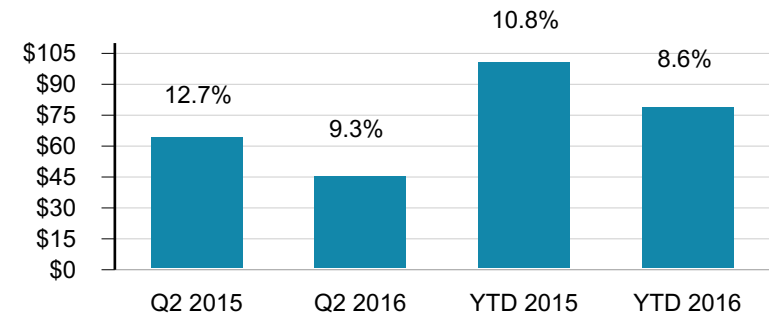
GAS AND FLUID HANDLING

Q2 2016 AND YEAR TO DATE 2016 RESULTS

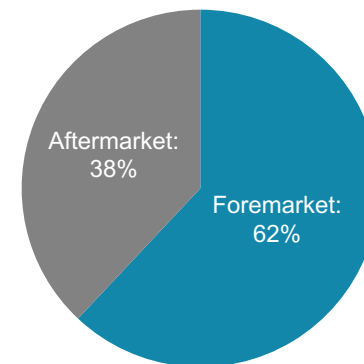
REVENUE



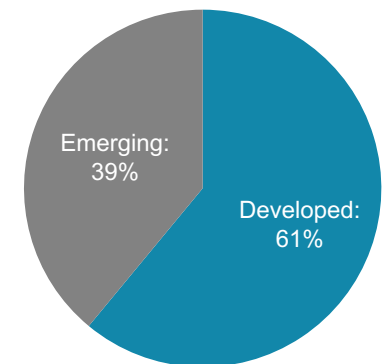
ADJUSTED OPERATING PROFIT



AFTERMARKET REVENUE 2016



GEOGRAPHIC EXPOSURE 2016

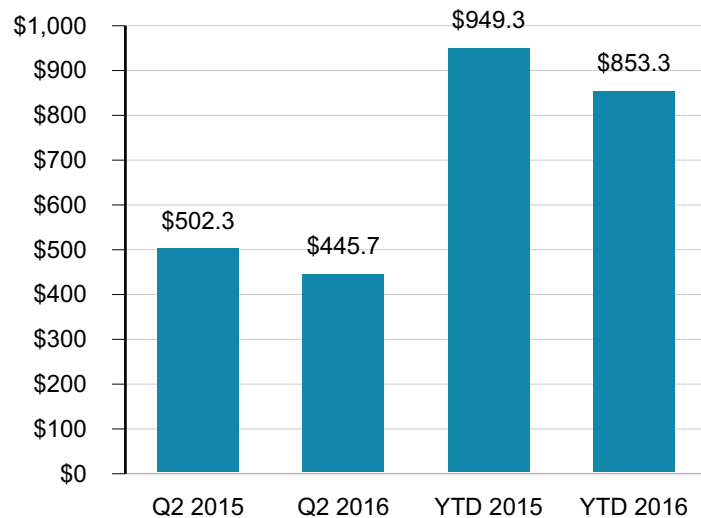


	QTD		YTD
Existing Businesses	(7.0)%		(3.1)%
Acquisitions	5.6%		5.4%
FX Translation	(2.8)%		(3.4)%
Total Decline	(4.2)%		(1.1)%

Note: Dollars in millions (unaudited).

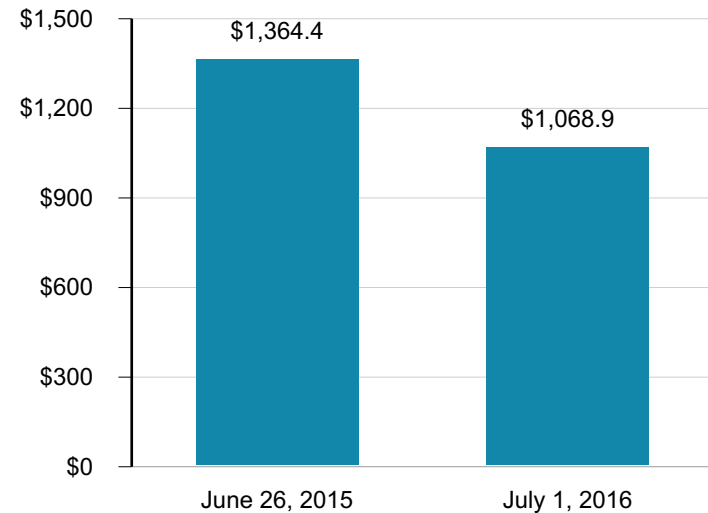
ORDERS AND BACKLOG

ORDERS



	QTD		YTD
Existing Businesses	(15.5)%		(12.6)%
Acquisitions	7.6%		6.5%
FX Translation	(3.4)%		(4.0)%
Total Decline	(11.3)%		(10.1)%

BACKLOG

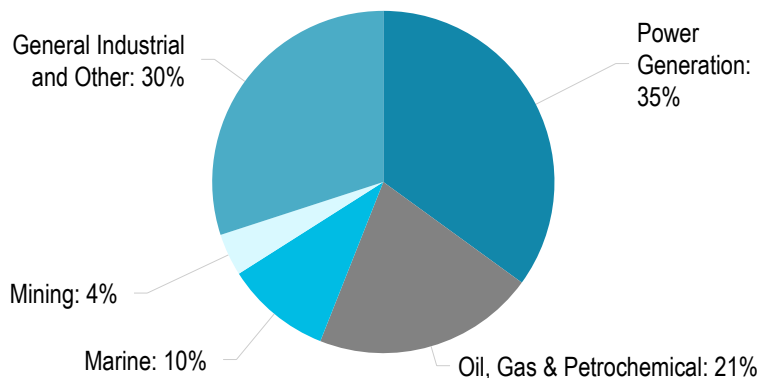


Existing Businesses	(16.9)%
Acquisitions	4.0%
FX Translation	(8.8)%
Total Decline	(21.7)%

Note: Dollars in millions (unaudited).

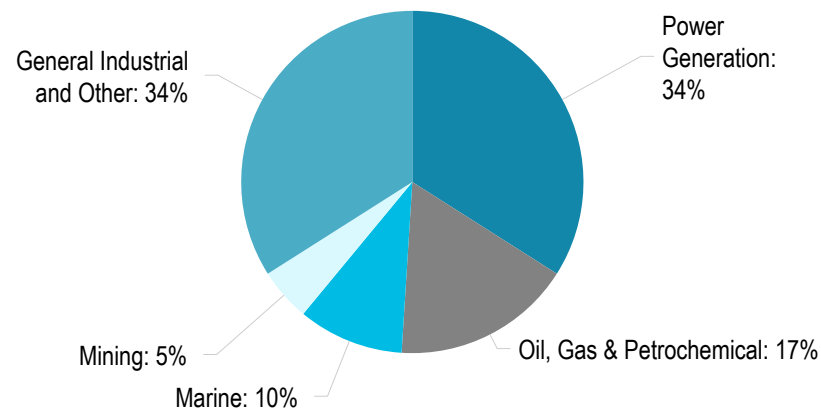
Q2 2016 SALES AND ORDERS BY END MARKET

SALES: \$483.7 million



	Total (Decline) Growth	Organic Growth (Decline)
Power Generation	(1.9)%	2.0%
Oil, Gas & Petrochemical	(4.3)%	(5.3)%
Marine	(12.2)%	(12.0)%
Mining	(35.7)%	(29.8)%
General Industrial & Other	3.4%	(12.1)%
Total	(4.2)%	(7.0)%

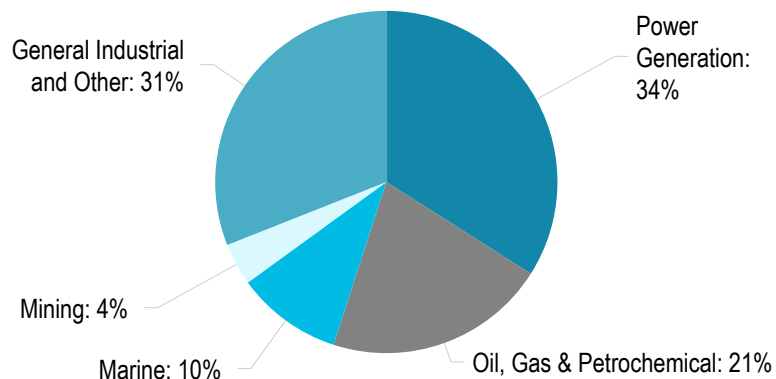
ORDERS: \$445.7 million



	Total (Decline) Growth	Organic (Decline) Growth
Power Generation	(16.9)%	(12.3)%
Oil, Gas & Petrochemical	(40.6)%	(39.6)%
Marine	9.5%	9.9%
Mining	9.3%	19.3%
General Industrial & Other	13.9%	(11.2)%
Total	(11.3)%	(15.5)%

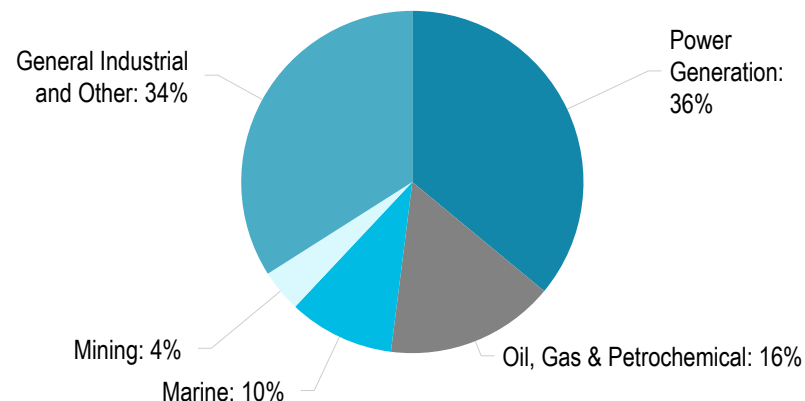
YTD 2016 SALES AND ORDERS BY END MARKET

SALES: 916.4 million



	Total (Decline) Growth	Organic Growth (Decline)
Power Generation	(3.5)%	0.2%
Oil, Gas & Petrochemical	8.3%	7.7%
Marine	(10.3)%	(9.0)%
Mining	(35.0)%	(27.7)%
General Industrial & Other	5.5%	(7.2)%
Total	(1.1)%	(3.1)%

ORDERS: 853.3 million



	Total (Decline) Growth	Organic Decline
Power Generation	(6.8)%	(1.7)%
Oil, Gas & Petrochemical	(38.5)%	(37.7)%
Marine	(6.3)%	(4.5)%
Mining	(24.4)%	(14.3)%
General Industrial & Other	11.2%	(7.3)%
Total	(10.1)%	(12.6)%

POWER GENERATION MARKET PERSPECTIVE

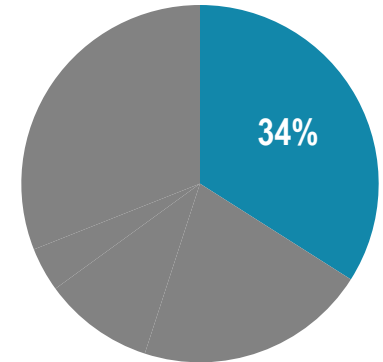
SALES & ORDERS (DECLINE) GROWTH

	Q2 2016 vs. Q2 2015		YTD 2016 vs. YTD 2015	
	Total	Organic	Total	Organic
Sales	(1.9)%	2.0%	(3.5)%	0.2%
Orders	(16.9)%	(12.3)%	(6.8)%	(1.7)%

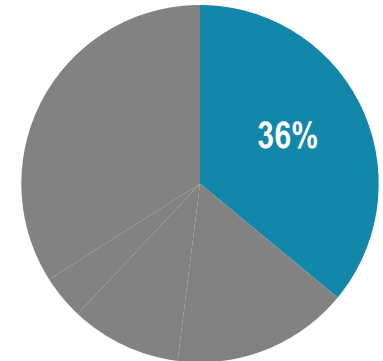
HIGHLIGHTS

- Served by both Howden and Colfax Fluid Handling
- Changes in China power market regulatory directives beginning to negatively impact 2016 orders
- Outlook for revenue remains stable for 2016, but order growth likely impacted in China

YTD 2016 SALES SPLIT



YTD 2016 ORDERS SPLIT



OIL, GAS & PETROCHEMICAL MARKET PERSPECTIVE

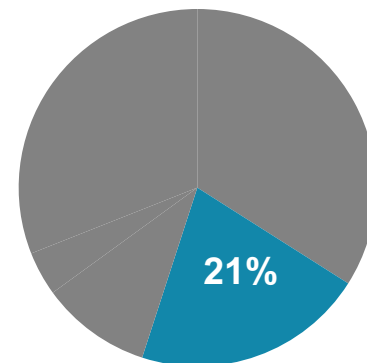
SALES & ORDERS (DECLINE) GROWTH

	Q2 2016 vs. Q2 2015		YTD 2016 vs. YTD 2015	
	Total	Organic	Total	Organic
Sales	(4.3)%	(5.3)%	8.3%	7.7%
Orders	(40.6)%	(39.6)%	(38.5)%	(37.7)%

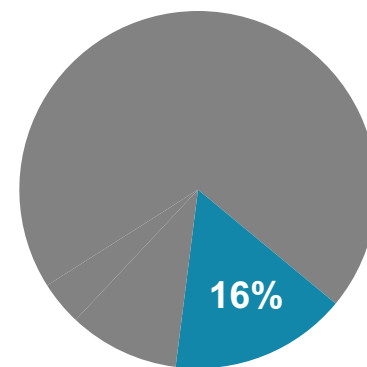
HIGHLIGHTS

- Served by both Howden and Colfax Fluid Handling
- Period over period comparisons are difficult due to the timing of large projects
- Project deferrals largely from customer spend restrictions are pushing orders into future quarters
- Expanding our addressable market to partially offset expected continuation of end market decline

YTD 2016 SALES SPLIT



YTD 2016 ORDERS SPLIT



MARINE MARKET PERSPECTIVE

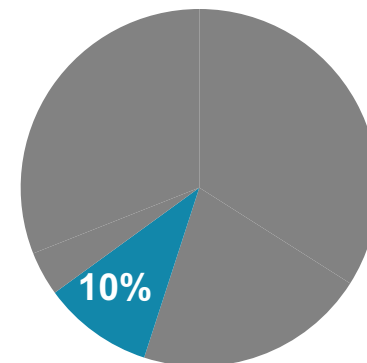
SALES & ORDERS (DECLINE) GROWTH

	Q2 2016 vs. Q2 2015		YTD 2016 vs. YTD 2015	
	Total	Organic	Total	Organic
Sales	(12.2)%	(12.0)%	(10.3)%	(9.0)%
Orders	9.5%	9.9%	(6.3)%	(4.5)%

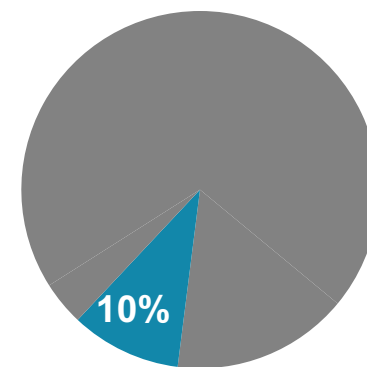
HIGHLIGHTS

- Primarily served by Colfax Fluid Handling
- Defense business continues to perform well
- Orders boosted by strong position in cruise ship market

YTD 2016 SALES SPLIT



YTD 2016 ORDERS SPLIT



Note: Marine market comprised of commercial marine and government, or defense, customers

MINING MARKET PERSPECTIVE

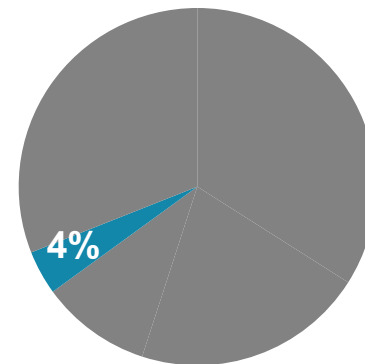
SALES & ORDERS (DECLINE) GROWTH

	Q2 2016 vs. Q2 2015		YTD 2016 vs. YTD 2015	
	Total	Organic	Total	Organic
Sales	(35.7)%	(29.8)%	(35.0)%	(27.7)%
Orders	9.3%	19.3%	(24.4)%	(14.3)%

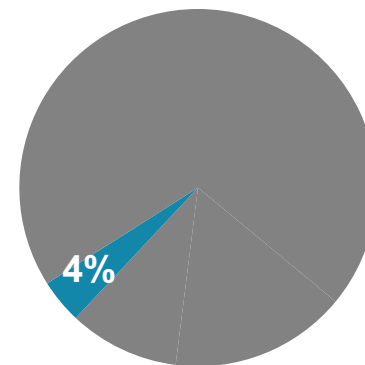
HIGHLIGHTS

- Primarily served by Howden
- Remains a depressed market; focused on winning targeted projects
- Solid project wins in South America this quarter

YTD 2016 SALES SPLIT



YTD 2016 ORDERS SPLIT



GENERAL INDUSTRIAL & OTHER MARKET PERSPECTIVE

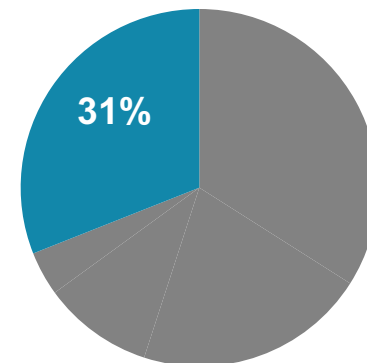
SALES & ORDERS GROWTH (DECLINE)

	Q2 2016 vs. Q2 2015		YTD 2016 vs. YTD 2015	
	Total	Organic	Total	Organic
Sales	3.4%	(12.1)%	5.5%	(7.2)%
Orders	13.9%	(11.2)%	11.2%	(7.3)%

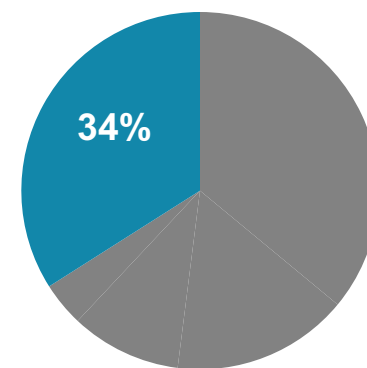
HIGHLIGHTS

- Includes both Howden and Colfax Fluid Handling
- Weak demand for heavy industrial capital equipment continued driver of sales and order declines
- Submarkets mixed with strength in water blowers and transportation fans

YTD 2016 SALES SPLIT



YTD 2016 ORDERS SPLIT



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RESULTS OF OPERATIONS

INCOME STATEMENT SUMMARY

(unaudited)

	Three Months Ended		Six Months Ended	
	July 1, 2016	June 26, 2015	July 1, 2016	June 26, 2015
Net sales	\$ 957.2	\$ 1,025.4	\$ 1,834.1	\$ 1,936.4
Gross profit	\$ 301.1	\$ 328.0	\$ 581.6	\$ 622.5
% of sales	31.5%	32.0%	31.7%	32.1%
SG&A expense	\$ 213.6	\$ 222.6	\$ 427.9	\$ 435.9
% of sales	22.3%	21.7%	23.3%	22.5%
Adjusted operating income	\$ 87.6	\$ 105.4	\$ 153.7	\$ 186.6
% of sales	9.1%	10.3%	8.4%	9.6%
Adjusted net income	\$ 50.3	\$ 63.0	\$ 87.2	\$ 107.6
% of sales	5.3%	6.1%	4.8%	5.6%
Adjusted net income per share	\$ 0.41	\$ 0.50	\$ 0.71	\$ 0.86

Refer to Appendix for Non-GAAP reconciliation and footnotes.
Note: Dollars in millions, except per share amounts.

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APPENDIX

DISCLAIMER

Colfax has provided financial information that has not been prepared in accordance with GAAP. These non-GAAP financial measures are adjusted net income, adjusted net income per share, adjusted operating income, adjusted operating income margin, organic sales growth (decline) and organic order growth (decline). Adjusted net income, adjusted net income per share, adjusted operating income and adjusted operating income margin exclude the impact of Restructuring and other related charges. Adjusted net income and adjusted net income per share for the three and six months ended June 26, 2015 exclude the impact of the write-off of certain deferred financing fees and original issue discount associated with the refinancing of Colfax's credit agreement. The effective tax rates used to calculate adjusted net income and adjusted net income per share are 30.9% and 30.1% for the three and six months ended July 1, 2016, respectively, and 28.3% and 28.8% for the three and six months ended June 26, 2015, respectively. Organic sales growth (decline) and organic order growth (decline) exclude the impact of acquisitions and foreign exchange rate fluctuations. These non-GAAP financial measures assist Colfax in comparing its operating performance on a consistent basis because, among other things, they remove the impact of restructuring and other related charges and original issue discount.

Sales and order information by end market are estimates. We periodically update our customer groupings order to refine these estimates.

NON-GAAP RECONCILIATION

(unaudited)

Three Months Ended July 1, 2016

Three Months Ended June 26, 2015

	Three Months Ended July 1, 2016				Three Months Ended June 26, 2015			
	Gas and Fluid Handling	Fabrication Technology	Corporate and Other	Total Colfax Corporation	Gas and Fluid Handling	Fabrication Technology	Corporate and Other	Total Colfax Corporation
Net sales	\$ 483,692	\$ 473,557	\$ —	\$ 957,249	\$ 504,875	\$ 520,500	\$ —	\$ 1,025,375
Operating income (loss)	37,997 7.9%	47,077 9.9%	(12,012)	73,062 7.6%	61,547 12.2%	47,699 9.2%	(12,672)	96,574 9.4%
Restructuring and other related charges	7,096	7,394	—	14,490	2,659	6,175	—	8,834
Adjusted operating income (loss)	<u>\$ 45,093 9.3%</u>	<u>\$ 54,471 11.5%</u>	<u>\$ (12,012)</u>	<u>\$ 87,552 9.1%</u>	<u>\$ 64,206 12.7%</u>	<u>\$ 53,874 10.4%</u>	<u>\$ (12,672)</u>	<u>\$ 105,408 10.3%</u>

Six Months Ended July 1, 2016

Six Months Ended June 26, 2015

	Six Months Ended July 1, 2016				Six Months Ended June 26, 2015			
	Gas and Fluid Handling	Fabrication Technology	Corporate and Other	Total Colfax Corporation	Gas and Fluid Handling	Fabrication Technology	Corporate and Other	Total Colfax Corporation
Net sales	\$ 916,430	\$ 917,662	\$ —	\$ 1,834,092	\$ 927,084	\$ 1,009,361	\$ —	\$ 1,936,445
Operating income (loss)	61,327 6.7%	85,887 9.4%	(25,686)	121,528 6.6%	95,159 10.3%	103,937 10.3%	(25,069)	174,027 9.0%
Restructuring and other related charges	17,689	14,469	—	32,158	5,304	7,283	—	12,587
Adjusted operating income (loss)	<u>\$ 79,016 8.6%</u>	<u>\$ 100,356 10.9%</u>	<u>\$ (25,686)</u>	<u>\$ 153,686 8.4%</u>	<u>\$ 100,463 10.8%</u>	<u>\$ 111,220 11.0%</u>	<u>\$ (25,069)</u>	<u>\$ 186,614 9.6%</u>

Note: Dollars in thousands.

COLFAX

NON-GAAP RECONCILIATION

(unaudited)

	Three Months Ended		Six Months Ended	
	July 1, 2016	June 26, 2015	July 1, 2016	June 26, 2015
Adjusted Net Income and Adjusted Net Income Per Share				
Net income attributable to Colfax Corporation	\$ 39,754	\$ 53,127	\$ 62,369	\$ 105,183
Restructuring and other related charges	14,490	8,834	32,158	12,587
Debt extinguishment charges- Refinancing of credit agreement	—	4,731	—	4,731
Tax adjustment ⁽¹⁾	(3,970)	(3,643)	(7,368)	(14,905)
Adjusted net income	<u>\$ 50,274</u>	<u>\$ 63,049</u>	<u>\$ 87,159</u>	<u>\$ 107,596</u>
Adjusted net income margin	5.3%	6.1%	4.8%	5.6%
Weighted-average shares outstanding - diluted	123,036,457	125,261,738	123,143,437	125,181,467
Adjusted net income per share	<u>\$ 0.41</u>	<u>\$ 0.50</u>	<u>\$ 0.71</u>	<u>\$ 0.86</u>
Net income per share— diluted (in accordance with GAAP)	<u>\$ 0.32</u>	<u>\$ 0.42</u>	<u>\$ 0.51</u>	<u>\$ 0.84</u>

(1) The effective tax rates used to calculate adjusted net income and adjusted net income per share are 30.9% and 30.1% for the three and six months ended July 1, 2016, respectively, and 28.3% and 28.8% for the three and six months ended June 26, 2015, respectively.

Note: Dollars in thousands, except per share amounts.

COLFAX

CHANGE IN SALES, ORDERS AND BACKLOG

(unaudited)

	Net Sales		Orders	
	\$	%	\$	%
For the three months ended June 26, 2015	\$ 1,025.4		\$ 502.3	
<i>Components of Change:</i>				
Existing Businesses	(57.2)	(5.6)%	(78.0)	(15.5)%
Acquisitions ⁽¹⁾	28.1	2.7%	38.4	7.6%
Foreign Currency Translation	(39.1)	(3.8)%	(17.0)	(3.4)%
Total	(68.2)	(6.7)%	(56.6)	(11.3)%
For the three months ended July 1, 2016	<u><u>\$ 957.2</u></u>		<u><u>\$ 445.7</u></u>	

	Net Sales		Orders		Backlog at Period End	
	\$	%	\$	%	\$	%
As of and for the six months ended June 26, 2015	\$ 1,936.4		\$ 949.3		\$ 1,364.4	
<i>Components of Change:</i>						
Existing Businesses	(59.7)	(3.1)%	(119.5)	(12.6)%	(230.7)	(16.9)%
Acquisitions ⁽¹⁾	50.3	2.6 %	61.8	6.5 %	54.4	4.0 %
Foreign Currency Translation	(92.9)	(4.8)%	(38.3)	(4.0)%	(119.2)	(8.8)%
Total	(102.3)	(5.3)%	(96.0)	(10.1)%	(295.5)	(21.7)%
As of and for the six months ended July 1, 2016	<u><u>\$ 1,834.1</u></u>		<u><u>\$ 853.3</u></u>		<u><u>\$ 1,068.9</u></u>	

(1) Represents the incremental sales, orders and order backlog as a result of our acquisitions of Roots™ blowers and compressors and Simsmart Technologies.

Note: Dollars in millions.

COLFAX