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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549**

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**FORM 8-K**

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**CURRENT REPORT**

**PURSUANT TO SECTION 13 OR 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934**

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**Date of Report (Date of earliest event reported): August 4, 2011**

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**CIRCOR INTERNATIONAL, INC.**

(Exact name of registrant as specified in its charter)

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**DELAWARE**  
(State or other jurisdiction  
of incorporation)

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**001-14962**  
(Commission file number)

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**04-3477276**  
(IRS employer  
identification no.)

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**25 CORPORATE DRIVE, SUITE 130  
BURLINGTON, MASSACHUSETTS 01803-4238**

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(Address of principal executive offices) (Zip Code)

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**(781) 270-1200**

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(Registrant's telephone number, including area code)

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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**Item 2.02 Results of Operations and Financial Condition.**

By press release dated August 4, 2011, the Company announced its financial results for the three months ended July 3, 2011. The full text of the press release is attached as Exhibit 99.1 to this Current Report on Form 8-K.

The information in this Form 8-K and the Exhibit 99.1 attached hereto shall not be deemed “filed” for purposes of Section 18 of the Securities and Exchange Act of 1934 (the “Exchange Act”) or otherwise subject to the liability of that section, nor shall it be deemed incorporated by reference into any registration statement or other document filed under the Securities Act of 1933 or the Exchange Act, except as expressly set forth by special reference in such filing.

In the press release and accompanying supplemental information, the Company uses the following non-GAAP financial measures: free cash flow, EBIT, EBITDA, adjusted operating income, and adjusted earnings per share (EPS). Management of the Company believes that free cash flow (defined as net cash flow from operating activities, less capital expenditures) is an important measure of its liquidity as well as its ability to service long-term debt, fund future growth and to provide a return to shareholders. We also believe this free cash flow definition does not have any material limitations. EBIT (defined as net income plus interest expense, net plus provision for income taxes), EBITDA (defined as net income plus interest expense, net, plus provision for income taxes, plus depreciation and amortization), adjusted operating income (defined as operating income, excluding the impact of Leslie asbestos and bankruptcy charges), and adjusted EPS (defined as earnings per common share, excluding Leslie asbestos and bankruptcy charges, net of tax) are provided because management believes these measurements are useful for investors and financial institutions to analyze and compare companies on the basis of operating performance. Free cash flow, EBIT, EBITDA, adjusted operating income, and adjusted EPS are not measurements for financial performance under GAAP and should not be construed as a substitute for cash flows, operating income, net income or earnings per share. Free cash flow, EBIT, EBITDA, adjusted operating income, and adjusted EPS as we have calculated here, may not necessarily be comparable to similarly titled measures used by other companies. A reconciliation of free cash flow, EBIT, EBITDA, adjusted operating income, and adjusted EPS to the most directly comparable GAAP financial measure is provided in the supplemental information table titled “Reconciliation of Key Performance Measures to Commonly Used Generally Accepted Accounting Principle Terms” which is included as an attachment to the press release.

**Item 9.01 Financial Statements and Exhibits.**

(d) *Exhibits.*

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release regarding Earnings, Dated August 4, 2011

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: August 4, 2011

**CIRCOR INTERNATIONAL, INC.**

/s/ Frederic M. Burditt

By: Frederic M. Burditt

Title: Vice President, Chief Financial Officer and Treasurer

## PRESS RELEASE

**CIRCOR International Reports Second Quarter 2011 Financial Results**

• Revenues Increase 14% Year Over Year on Strong Demand  
• 25% Order Growth with Backlog up Nearly 40% Year Over Year  
• Reports EPS of \$0.43

**Burlington, MA – August 4, 2011** – CIRCOR International, Inc. (NYSE: CIR), a leading provider of valves and other highly engineered products for the industrial, aerospace and energy markets, today announced financial results for the second quarter ended July 3, 2011.

**Management Comments on Second-Quarter Results**

“Revenues grew 14% year over year as a result of strong operating performance in our aerospace, flow technology and short-cycle energy businesses,” said Chairman and Chief Executive Officer Bill Higgins. “Orders for the quarter increased 25% year over year as a result of strengthening demand across nearly all end markets and contributions from acquisitions. Despite shipping delays in a few large projects in the quarter, which resulted in revenues and earnings below expectations, we continue to expect revenues and earnings to grow through second half of 2011 and into next year.”

**Consolidated Results**

Revenues for the second quarter of 2011 were \$191.9 million, a 14% increase from \$168.0 million in the second quarter of 2010. CIRCOR reported net income for the second quarter of 2011 of \$7.5 million, or \$0.43 per diluted share, compared with a net loss of \$11.2 million, or \$0.66 per share, for the second quarter of 2010. Excluding Leslie asbestos and bankruptcy charges, net of tax, earnings per share for the second quarter of 2010 were \$0.44.

Consolidated adjusted operating earnings (which exclude Leslie asbestos and bankruptcy charges) were \$12.4 million for the second quarter of 2011 compared with \$11.6 million for the second quarter of 2010, an increase of 7%.

**Consolidated Orders and Free Cash Flow**

The Company received orders totaling \$213.4 million during the second quarter of 2011, an increase of 25% compared with the second quarter of 2010. Backlog as of July 3, 2011 was \$442.0 million, up 39% from backlog of \$317.6 million at July 4, 2010.

During the second quarter of 2011, the Company used \$76.4 million of free cash flow (defined as net cash from operating activities less capital expenditures), which included the payment of \$76.6 million in April 2011 to fund the Leslie Controls Bankruptcy Trust. This compares to \$12.6 million of free cash flow generated in the second quarter of 2010.

## **Energy**

CIRCOR's Energy segment revenues of \$82.0 million for the quarter ended July 3, 2011 represent a 6% increase from \$77.3 million for the quarter ended July 4, 2010. The increase includes 4% growth from the February 2011 Brazilian energy acquisition and a positive foreign currency impact of 5%. In addition, organic growth declined by 4% primarily due to lower revenue from large international projects, partially offset by strength across the balance of the Energy segment.

Incoming orders for the second quarter of 2011 were \$103.2 million, an increase of 30% year over year due to growth across the majority of the segment's energy businesses. Ending backlog totaled \$225.7 million, an increase of 81% year over year.

For the second quarter of 2011, the Energy segment adjusted operating margin of 5.3% was down from 8.3% for the second quarter of 2010 primarily due to lower organic volume and associated leverage as well as the impact of the Brazil energy acquisition, including integration activities.

## **Aerospace**

CIRCOR's Aerospace segment revenues increased by 30% to \$36.0 million for the second quarter of 2011 from \$27.8 million in the second quarter of 2010. The increase in revenues was driven by 18% growth from acquisitions, 7% organic growth, and a 5% positive foreign currency impact. The acquisition growth was primarily related to the August 2010 aerospace landing gear acquisition.

Incoming orders for the second quarter of 2011 were \$33.4 million, an increase of 24% year over year, primarily due to the positive impact of acquisitions. Ending backlog totaled \$133.1 million, an increase of 14% year over year.

The Aerospace segment's adjusted operating margin was 11.2% for the second quarter of 2011, compared with 14.6% for the second quarter of 2010. Second-quarter adjusted operating margins decreased primarily due to unfavorable product mix and development costs associated with new program wins.

## **Flow Technologies**

CIRCOR's Flow Technologies segment revenues increased 17% to \$73.9 million for the second quarter of 2011 from \$62.9 million in the second quarter of 2010. Second-quarter 2011 revenues reflected organic growth of 12% with strength across nearly all end markets, growth from acquisitions of 1%, and a favorable foreign currency impact of 4%.

Incoming orders for this segment were \$76.8 million for the second quarter of 2011, an increase of 19% year over year due to an improvement in most markets. Ending backlog totaled \$83.2 million, an increase of 10% year over year.

This segment's adjusted operating margin, which excludes the impact of Leslie asbestos and bankruptcy charges, for the second quarter of 2011, was 12.4%, compared with 10.1% in the second quarter of 2010. The second-quarter year-over-year increase was primarily due to revenue leverage.

### **Business and Financial Outlook**

"Most of our markets have seen strong growth during the first half of 2011 and we have a sizable and growing backlog across all businesses to work with going forward," said Higgins. "With this as our base, we are focused on converting the growing backlog, leveraging our newer acquisitions for growth, and expanding margins in our energy projects."

CIRCOR currently expects revenues for the third quarter of 2011 in the range of \$202 million to \$212 million. Earnings are expected to be in the range of \$0.47 to \$0.57 per diluted share. CIRCOR's guidance for earnings per share assumes a 30% tax rate and that exchange rates remain at present levels.

### **Conference Call Information**

CIRCOR International will hold a conference call to review its financial results today, August 4, 2011, at 10:00 a.m. ET. Those who wish to listen to the conference call and view the accompanying presentation slides should visit "[Webcasts & Presentations](#)" in the "[Investors](#)" portion of the CIRCOR website. The live call also can be accessed by dialing (877) 407-5790 or (201) 689-8328. If you are unable to listen to the live call, the webcast will be archived for one year on the Company's website.

### **Use of Non-GAAP Financial Measures**

Adjusted net income, adjusted earnings per diluted share, adjusted operating margin, and free cash flow are non-GAAP financial measures and are intended to serve as a complement to results provided in accordance with accounting principles generally accepted in the United States. CIRCOR believes that such information provides an additional measurement and consistent historical comparison of the Company's performance. A reconciliation of the non-GAAP financial measures to the most directly comparable GAAP measures is available in this news release.

### **Safe Harbor Statement**

This press release contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Reliance should not be placed on forward-looking statements because they involve unknown risks, uncertainties and other factors, which are, in some cases, beyond the control of CIRCOR. Any statements in this press release that are not statements of historical fact are forward-looking statements, including, but not limited to, those relating to CIRCOR's future performance, including third-quarter revenue and earnings guidance. Actual events, performance or results could differ materially from the anticipated events, performance or results expressed or implied by such forward-looking statements. BEFORE MAKING ANY INVESTMENT DECISIONS REGARDING OUR COMPANY, WE STRONGLY ADVISE YOU TO READ

THE SECTION ENTITLED “RISK FACTORS” IN OUR MOST RECENT ANNUAL REPORT ON FORM 10-K AND SUBSEQUENT REPORTS ON FORMS 10-Q, WHICH CAN BE ACCESSED UNDER THE “INVESTORS” LINK OF OUR WEBSITE AT WWW.CIRCOR.COM. We undertake no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events or otherwise.

**About CIRCOR International, Inc.**

CIRCOR International, Inc. designs, manufactures and markets valves and other highly engineered products for the industrial, aerospace and energy markets. With more than 7,000 customers in over 100 countries, CIRCOR has a diversified product portfolio with recognized, market-leading brands. CIRCOR’s culture, built on the CIRCOR Business System, is defined by the Company’s commitment to attracting, developing and retaining the best talent and pursuing continuous improvement in all aspects of its business and operations. The Company’s strategy includes growing organically by investing in new, differentiated products; adding value to component products; and increasing the development of mission-critical subsystems and solutions. CIRCOR also plans to leverage its strong balance sheet to acquire strategically complementary businesses. For more information, visit the Company’s investor relations web site at <http://investors.circor.com>.

**Contact:**

Frederic M. Burditt  
Chief Financial Officer  
CIRCOR International  
(781) 270-1200

**CIRCOR INTERNATIONAL, INC.**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
*(in thousands, except per share data)*  
**UNAUDITED**

	<b>Three Months Ended</b>		<b>Six Months Ended</b>	
	<b>July 3, 2011</b>	<b>July 4, 2010</b>	<b>July 3, 2011</b>	<b>July 4, 2010</b>
Net revenues	\$ 191,908	\$ 168,005	\$ 395,278	\$ 314,274
Cost of revenues	137,302	118,463	284,444	222,013
<b>GROSS PROFIT</b>	<b>54,606</b>	<b>49,542</b>	<b>110,834</b>	<b>92,261</b>
Selling, general and administrative expenses	42,180	37,959	84,635	73,376
Leslie asbestos and bankruptcy charges (recoveries)	(124)	28,908	877	28,260
<b>OPERATING INCOME (LOSS)</b>	<b>12,550</b>	<b>(17,325)</b>	<b>25,322</b>	<b>(9,375)</b>
<b>Other expense (income):</b>				
Interest income	(54)	(50)	(97)	(92)
Interest expense	1,286	636	2,102	1,233
Other expense, net	560	258	1,476	207
<b>Total other expense</b>	<b>1,792</b>	<b>844</b>	<b>3,481</b>	<b>1,348</b>
<b>INCOME (LOSS) BEFORE INCOME TAXES</b>	<b>10,758</b>	<b>(18,169)</b>	<b>21,841</b>	<b>(10,723)</b>
Provision (Benefit) for income taxes	3,261	(6,928)	6,439	(5,216)
<b>NET INCOME (LOSS)</b>	<b>\$ 7,497</b>	<b>\$ (11,241)</b>	<b>\$ 15,402</b>	<b>\$ (5,507)</b>
<b>Earnings per common share:</b>				
Basic	\$ 0.43	\$ (0.66)	\$ 0.90	\$ (0.32)
Diluted	\$ 0.43	\$ (0.66)	\$ 0.88	\$ (0.32)
<b>Weighted average common shares outstanding:</b>				
Basic	17,251	17,108	17,206	17,080
Diluted	17,434	17,108	17,406	17,080

**CIRCOR INTERNATIONAL, INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
*(in thousands)*  
**UNAUDITED**

	<b>Six Months Ended</b>	
	<b>July 3, 2011</b>	<b>July 4, 2010</b>
<b>OPERATING ACTIVITIES</b>		
Net income (loss)	\$ 15,402	\$ (5,507)
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation	7,496	6,343
Amortization	2,196	1,942
Compensation expense of share-based plans	1,960	1,814
Tax effect of share based compensation	(637)	(90)
(Gain) loss on disposal of property, plant and equipment	(39)	275
(Payment) provision for Leslie bankruptcy settlement	(76,625)	24,974
Changes in operating assets and liabilities, net of effects from business acquisitions:		
Trade accounts receivable	(9,486)	(19,247)
Inventories	(37,714)	(14,850)
Prepaid expenses and other assets	(6,163)	3,228
Accounts payable, accrued expenses and other liabilities	36,208	15,511
Net cash (used in) provided by operating activities	<u>(67,402)</u>	<u>14,393</u>
<b>INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	(7,463)	(8,187)
Proceeds from the disposal of (purchases of) property, plant and equipment	50	(233)
Purchases of investments	(2)	0
Proceeds from the sale of investments	0	21,427
Business acquisitions, net of cash acquired	(20,221)	(5,210)
Net cash (used in) provided by investing activities	<u>(27,636)</u>	<u>7,797</u>
<b>FINANCING ACTIVITIES</b>		
Proceeds from long-term borrowings	201,087	32,458
Payments of long-term borrowings	(101,994)	(34,645)
Debt issuance costs	(2,001)	0
Dividends paid	(1,325)	(1,279)
Proceeds from the exercise of stock options	476	293
Tax effect of share based compensation	637	90
Net cash provided by (used in) financing activities	<u>96,880</u>	<u>(3,083)</u>
Effect of exchange rate changes on cash and cash equivalents	708	(4,600)
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>2,550</u>	<u>14,507</u>
Cash and cash equivalents at beginning of year	45,752	46,350
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u>\$ 48,302</u>	<u>\$ 60,857</u>

**CIRCOR INTERNATIONAL, INC.**  
**CONSOLIDATED BALANCE SHEETS**  
*(in thousands, except share data)*  
**UNAUDITED**

	<u>July 3, 2011</u>	<u>December 31, 2010</u>
<b>ASSETS</b>		
Current Assets:		
Cash & cash equivalents	\$ 48,302	\$ 45,752
Short-term investments	107	101
Trade accounts receivable, less allowance for doubtful accounts of \$845 and \$822, respectively	151,567	138,860
Inventories	210,103	167,797
Income taxes refundable	0	1,625
Prepaid expenses and other current assets	11,504	5,749
Deferred income tax asset	20,585	20,111
Insurance receivables	0	38
Assets held for sale	542	542
Total Current Assets	<u>442,710</u>	<u>380,575</u>
Property, Plant and Equipment, net	106,586	95,768
Other Assets:		
Goodwill	79,930	63,175
Intangibles, net	62,738	62,322
Deferred income tax asset	12,589	11,829
Other assets	4,644	2,526
Total Assets	<u>\$ 709,197</u>	<u>\$ 616,195</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current Liabilities:		
Accounts payable	\$ 99,778	\$ 80,577
Accrued expenses and other current liabilities	70,372	51,248
Accrued compensation and benefits	21,144	22,305
Leslie asbestos and bankruptcy related liabilities	1,642	79,831
Income taxes payable	0	38
Notes payable and current portion of long-term debt	2,154	851
Total Current Liabilities	<u>195,090</u>	<u>234,850</u>
Long-Term Debt, net of current portion	103,083	684
Deferred income taxes	3,250	0
Other Non-Current Liabilities	21,941	23,841
Shareholders' Equity:		
Preferred stock, \$.01 par value; 1,000,000 shares authorized; no shares issued and outstanding	0	0
Common stock, \$.01 par value; 29,000,000 shares authorized; and 17,202,100 and 17,112,688 issued and outstanding, respectively	173	171
Additional paid-in capital	256,094	254,154
Retained earnings	110,497	96,389
Accumulated other comprehensive income	19,069	6,106
Total Shareholders' Equity	<u>385,833</u>	<u>356,820</u>
Total Liabilities and Shareholders' Equity	<u>\$ 709,197</u>	<u>\$ 616,195</u>

**CIRCOR INTERNATIONAL, INC.**  
**SUMMARY OF ORDERS AND BACKLOG**  
*(in millions)*  
**UNAUDITED**

	<u>Three Months Ended</u>		<u>Six Months Ended</u>	
	<u>July 3, 2011</u>	<u>July 4, 2010</u>	<u>July 3, 2011</u>	<u>July 4, 2010</u>
<b>ORDERS <sup>1</sup></b>				
Energy	\$ 103.2	\$ 79.4	\$ 217.0	\$ 145.6
Aerospace	33.4	27.0	66.3	61.8
Flow Technologies	76.8	64.3	151.7	133.5
Total orders	<u>\$ 213.4</u>	<u>\$ 170.7</u>	<u>\$ 435.0</u>	<u>\$ 340.9</u>
	<u>July 3, 2011</u>	<u>July 4, 2010</u>		
<b>BACKLOG <sup>2</sup></b>				
Energy	\$ 225.7	\$ 124.7		
Aerospace	133.1	\$ 117.2		
Flow Technologies	83.2	\$ 75.7		
Total backlog	<u>\$ 442.0</u>	<u>\$ 317.6</u>		

Note 1: Orders do not include the foreign exchange impact due to the re-measurement of customer order backlog amounts denominated in foreign currencies.

Note 2: Backlog includes all unshipped customer orders.

**CIRCOR INTERNATIONAL, INC.**  
**SUMMARY REPORT BY SEGMENT**  
*(in thousands, except earnings per share)*  
**UNAUDITED**

	2010					2011		
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	YTD	1ST QTR	2ND QTR	YTD
<b>NET REVENUES</b>								
Energy	\$ 57,722	\$ 77,305	\$ 80,613	\$ 90,229	\$305,869	\$ 99,170	\$ 81,994	\$181,164
Aerospace	27,274	27,811	28,316	35,465	118,866	32,110	36,029	68,139
Flow Technologies	61,273	62,889	68,648	68,365	261,175	72,090	73,885	145,975
<b>Total</b>	<b>146,269</b>	<b>168,005</b>	<b>177,577</b>	<b>194,059</b>	<b>685,910</b>	<b>203,370</b>	<b>191,908</b>	<b>395,278</b>
<b>* ADJUSTED OPERATING MARGIN</b>								
Energy	3.5%	8.3%	11.1%	6.7%	7.7%	6.4%	5.3%	5.9%
Aerospace	13.2%	14.6%	9.6%	14.1%	13.0%	11.6%	11.2%	11.4%
Flow Technologies	10.2%	10.1%	13.1%	12.5%	11.5%	13.7%	12.4%	13.0%
Segment operating margin	8.1%	10.0%	11.7%	10.1%	10.1%	9.8%	9.1%	9.5%
Corporate expenses	-3.1%	-3.1%	-2.7%	-3.3%	-3.1%	-3.0%	-2.7%	-2.9%
* Adjusted operating margin	5.0%	6.9%	8.9%	6.7%	7.0%	6.8%	6.5%	6.6%
Leslie asbestos and bankruptcy charges (recoveries)	-0.4%	17.2%	1.3%	1.1%	4.8%	0.5%	-0.1%	0.2%
Total operating margin	5.4%	-10.3%	7.6%	5.6%	2.2%	6.3%	6.5%	6.4%
<b>* ADJUSTED OPERATING INCOME</b>								
Energy	2,025	6,424	8,968	6,024	23,441	6,393	4,373	10,766
Aerospace	3,607	4,067	2,726	5,002	15,402	3,727	4,021	7,748
Flow Technologies	6,276	6,367	8,997	8,512	30,152	9,854	9,133	18,987
Segment operating income	11,908	16,858	20,691	19,538	68,995	19,974	17,527	37,501
Corporate expenses	(4,607)	(5,274)	(4,859)	(6,494)	(21,234)	(6,201)	(5,100)	(11,301)
* Adjusted operating income	7,301	11,584	15,832	13,044	47,761	13,773	12,427	26,200
Leslie asbestos and bankruptcy charges (recoveries)	(648)	28,908	2,343	2,173	32,776	1,001	(124)	877
Total operating income	7,949	(17,325)	13,490	10,871	14,986	12,772	12,550	25,322
INTEREST EXPENSE, NET	(554)	(586)	(734)	(641)	(2,515)	(773)	(1,232)	(2,005)
OTHER (EXPENSE) INCOME, NET	51	(258)	853	(608)	38	(915)	(560)	(1,476)
PRETAX INCOME (LOSS)	7,446	(18,169)	13,609	9,622	12,508	11,084	10,758	21,841
(PROVISION) BENEFIT FOR INCOME TAXES	(1,713)	6,928	(3,210)	(1,890)	115	(3,178)	(3,261)	(6,439)
EFFECTIVE TAX RATE	23.0%	38.1%	23.6%	19.6%	-0.9%	28.7%	30.3%	29.5%
<b>NET INCOME (LOSS)</b>	<b>\$ 5,733</b>	<b>\$ (11,241)</b>	<b>\$ 10,399</b>	<b>\$ 7,732</b>	<b>\$ 12,624</b>	<b>\$ 7,906</b>	<b>\$ 7,497</b>	<b>\$ 15,402</b>
Weighted Average Common Shares Outstanding (Diluted)	17,193	17,108	17,258	17,378	17,297	17,378	17,434	17,406
<b>EARNINGS PER COMMON SHARE (Diluted)</b>	<b>\$ 0.33</b>	<b>\$ (0.66)</b>	<b>\$ 0.60</b>	<b>\$ 0.44</b>	<b>\$ 0.73</b>	<b>\$ 0.45</b>	<b>\$ 0.43</b>	<b>\$ 0.88</b>
EBIT	\$ 8,000	\$ (17,583)	\$ 14,343	\$ 10,263	\$ 15,024	\$ 11,857	\$ 11,990	\$ 23,848
Depreciation	3,228	3,115	3,166	3,566	13,075	3,575	3,921	7,496
Amortization of intangibles	979	964	1,122	1,236	4,301	1,418	778	2,196
<b>EBITDA</b>	<b>\$ 12,207</b>	<b>\$ (13,504)</b>	<b>\$ 18,631</b>	<b>\$ 15,065</b>	<b>\$ 32,400</b>	<b>\$ 16,850</b>	<b>\$ 16,689</b>	<b>\$ 33,540</b>
<b>EBITDA AS A PERCENT OF SALES</b>	<b>8.3%</b>	<b>-8.0%</b>	<b>10.5%</b>	<b>7.8%</b>	<b>4.7%</b>	<b>8.3%</b>	<b>8.7%</b>	<b>8.5%</b>
<b>CAPITAL EXPENDITURES</b>	<b>\$ 3,606</b>	<b>\$ 4,580</b>	<b>\$ 3,213</b>	<b>\$ 3,513</b>	<b>\$ 14,913</b>	<b>\$ 2,693</b>	<b>\$ 4,770</b>	<b>\$ 7,464</b>

\* Adjusted Operating Income & Margin excludes Leslie asbestos and bankruptcy charges.

**CIRCOR INTERNATIONAL, INC.**  
**RECONCILIATION OF KEY PERFORMANCE MEASURES TO COMMONLY USED**  
**GENERALLY ACCEPTED ACCOUNTING PRINCIPLE TERMS**

(in thousands)  
**UNAUDITED**

	2010					2011		
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	YTD	1ST QTR	2ND QTR	YTD
<b>FREE CASH FLOW [NET CASH FLOW FROM OPERATING ACTIVITIES LESS CAPITAL EXPENDITURES]</b>	<b>\$ (6,380)</b>	<b>\$ 12,587</b>	<b>\$ (2,863)</b>	<b>\$ 16,221</b>	<b>\$ 19,564</b>	<b>\$ 1,522</b>	<b>\$ (76,387)</b>	<b>\$ (74,866)</b>
ADD:								
Capital Expenditures	3,606	4,580	3,213	3,513	14,913	2,693	4,770	7,464
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ (2,774)</u>	<u>\$ 17,167</u>	<u>\$ 350</u>	<u>\$ 19,734</u>	<u>\$ 34,477</u>	<u>\$ 4,215</u>	<u>\$ (71,617)</u>	<u>\$ (67,402)</u>
<b>NET DEBT (CASH) [TOTAL DEBT LESS CASH &amp; CASH EQUIVALENTS LESS INVESTMENTS]</b>	<b>\$ (52,713)</b>	<b>\$ (55,976)</b>	<b>\$ (26,225)</b>	<b>\$ (44,318)</b>	<b>\$ (44,318)</b>	<b>\$ (22,562)</b>	<b>\$ 56,828</b>	<b>\$ 56,828</b>
ADD:								
Cash & cash equivalents	37,812	60,857	68,526	45,752	45,752	53,491	48,302	48,302
Investments	22,412	94	97	101	101	107	107	107
TOTAL DEBT	<u>\$ 7,511</u>	<u>\$ 4,975</u>	<u>\$ 42,398</u>	<u>\$ 1,535</u>	<u>\$ 1,535</u>	<u>\$ 31,036</u>	<u>\$ 105,237</u>	<u>\$ 105,237</u>
<b>DEBT AS % OF EQUITY</b>	<b>2%</b>	<b>2%</b>	<b>12%</b>	<b>0%</b>	<b>0%</b>	<b>8%</b>	<b>27%</b>	<b>27%</b>
TOTAL DEBT	7,511	4,975	42,398	1,535	1,535	31,036	105,237	105,237
TOTAL SHAREHOLDERS' EQUITY	349,244	324,128	351,719	356,820	356,820	374,706	385,833	385,833
<b>EBIT [NET INCOME LESS INCOME TAXES LESS INTEREST EXPENSE, NET]</b>	<b>\$ 8,000</b>	<b>\$ (17,583)</b>	<b>\$ 14,343</b>	<b>\$ 10,263</b>	<b>\$ 15,023</b>	<b>\$ 11,857</b>	<b>\$ 11,990</b>	<b>\$ 23,847</b>
LESS:								
Interest expense, net	(554)	(586)	(734)	(641)	(2,515)	(773)	(1,232)	(2,005)
(Provision) benefit for income taxes	(1,713)	6,928	(3,210)	(1,890)	115	(3,178)	(3,261)	(6,439)
NET INCOME	<u>\$ 5,733</u>	<u>\$ (11,241)</u>	<u>\$ 10,399</u>	<u>\$ 7,732</u>	<u>\$ 12,624</u>	<u>\$ 7,906</u>	<u>\$ 7,497</u>	<u>\$ 15,404</u>
<b>EBITDA [NET INCOME LESS INTEREST EXPENSE, NET, LESS DEPRECIATION LESS AMORTIZATION LESS INCOME TAXES]</b>	<b>\$ 12,207</b>	<b>\$ (13,504)</b>	<b>\$ 18,631</b>	<b>\$ 15,065</b>	<b>\$ 32,399</b>	<b>\$ 16,850</b>	<b>\$ 16,689</b>	<b>\$ 33,539</b>
LESS:								
Interest expense, net	(554)	(586)	(734)	(641)	(2,515)	(773)	(1,232)	(2,005)
Depreciation	(3,228)	(3,115)	(3,166)	(3,566)	(13,075)	(3,575)	(3,921)	(7,496)
Amortization	(979)	(964)	(1,122)	(1,236)	(4,301)	(1,418)	(778)	(2,196)
(Provision) benefit for income taxes	(1,713)	6,928	(3,210)	(1,890)	115	(3,178)	(3,261)	(6,439)
NET INCOME	<u>\$ 5,733</u>	<u>\$ (11,241)</u>	<u>\$ 10,399</u>	<u>\$ 7,732</u>	<u>\$ 12,624</u>	<u>\$ 7,906</u>	<u>\$ 7,497</u>	<u>\$ 15,404</u>
<b>ADJUSTED INCOME [NET INCOME EXCLUDING LESLIE ASBESTOS AND BANKRUPTCY CHARGES, NET OF TAX]</b>	<b>\$ 5,312</b>	<b>\$ 7,549</b>	<b>\$ 11,922</b>	<b>\$ 9,144</b>	<b>\$ 33,928</b>	<b>\$ 8,557</b>	<b>\$ 7,416</b>	<b>\$ 15,974</b>
LESS:								
Leslie asbestos and bankruptcy charges (recoveries), net of tax	(421)	18,790	1,523	1,412	21,304	651	(81)	570
NET INCOME	<u>\$ 5,733</u>	<u>\$ (11,241)</u>	<u>\$ 10,399</u>	<u>\$ 7,732</u>	<u>\$ 12,624</u>	<u>\$ 7,906</u>	<u>\$ 7,497</u>	<u>\$ 15,404</u>
<b>ADJUSTED WEIGHTED AVERAGE SHARES</b>	<b>N/A</b>	<b>17,109</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Adjustment for anti-dilutive conversion of shares	0	153	0	0	0	0	0	0
Weighted average common shares outstanding (diluted)	<u>17,193</u>	<u>17,262</u>	<u>17,258</u>	<u>17,378</u>	<u>17,297</u>	<u>17,378</u>	<u>17,434</u>	<u>17,406</u>
<b>ADJUSTED EARNINGS PER SHARE [EPS EXCLUDING LESLIE ASBESTOS AND BANKRUPTCY CHARGES, NET OF TAX]</b>	<b>\$ 0.31</b>	<b>\$ 0.44</b>	<b>\$ 0.69</b>	<b>\$ 0.53</b>	<b>\$ 1.97</b>	<b>\$ 0.49</b>	<b>\$ 0.43</b>	<b>\$ 0.92</b>
LESS:								
Leslie asbestos and bankruptcy charges (recoveries), net of tax impact on EPS	(0.02)	1.10	0.09	0.08	1.24	0.04	(0.00)	0.04
EARNINGS PER COMMON SHARE (Diluted)	<u>\$ 0.33</u>	<u>\$ (0.66)</u>	<u>\$ 0.60</u>	<u>\$ 0.44</u>	<u>\$ 0.73</u>	<u>\$ 0.45</u>	<u>\$ 0.43</u>	<u>\$ 0.88</u>

**CIRCOR INTERNATIONAL, INC.**  
**RECONCILIATION OF FUTURE PERFORMANCE MEASURES TO COMMONLY**  
**USED GENERALLY ACCEPTED ACCOUNTING PRINCIPLE TERMS**  
**UNAUDITED**

	3rd QTR 2011	
	Low	High
<b>EXPECTED ADJUSTED EARNINGS PER SHARE [EPS EXCLUDING SPECIAL, IMPAIRMENT, AND LESLIE ASBESTOS AND BANKRUPTCY CHARGES, NET OF TAX]</b>	<b>\$ 0.47</b>	<b>\$ 0.57</b>
LESS:		
Expected special charges (recoveries), net of tax impact on EPS	\$ —	\$ —
Expected impairment charges, net of tax impact on EPS	\$ —	\$ —
Expected Leslie asbestos and bankruptcy charges, net of tax impact on EPS	\$ —	\$ —
<b>EXPECTED EARNINGS PER COMMON SHARE (Diluted)</b>	<b>\$ 0.47</b>	<b>\$ 0.57</b>