Xerium Technologies, Inc.
Fourth Quarter 2011
Selected Data – Earnings Call

March 13, 2012

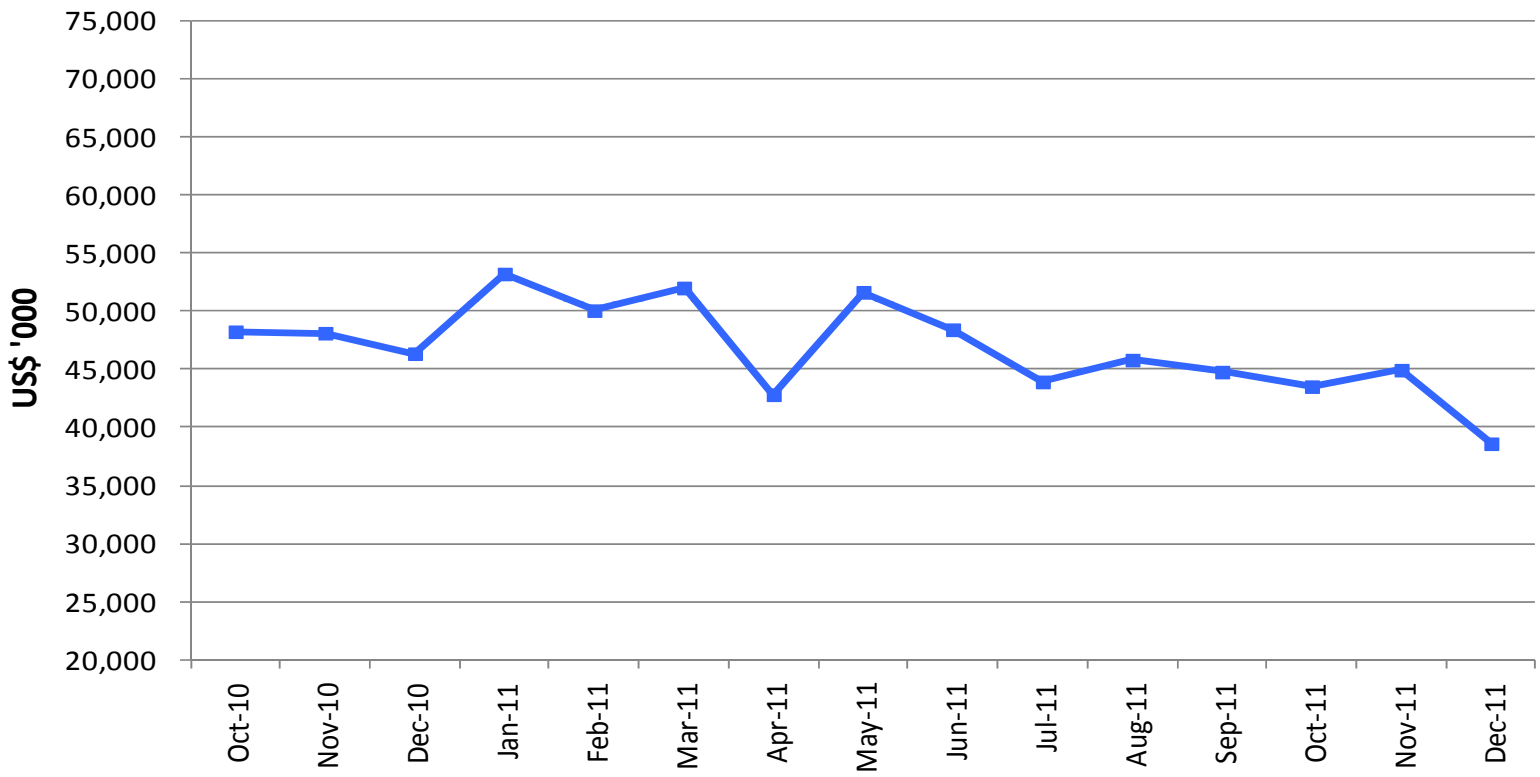
Forward Looking Statements

- This presentation and the remarks we may make today about Xerium's future expectations, plans and prospects are forward-looking statements which reflect our current views with respect to future events and financial performance. Any forward-looking statements which we make in this presentation or in our remarks today, represent our views only as of today. We disclaim any duty to update any of these forward-looking statements.

- Forward-looking statements involve risks and uncertainties, both known and unknown. Our actual results may differ materially from these forward-looking statements due to a number of factors, including those factors discussed in our earnings press release dated March 13, 2012, and other factors discussed in our filings with the SEC, including our Form 10-K for the year ended December 31, 2011. Copies of these filings are available from the SEC and in the investor relations section of our website at www.xerium.com.

- These slides, the associated remarks and comments made during our fourth quarter 2011 financial results conference call, our earnings release dated March 13, 2012 and the reconciliation of certain non-GAAP financial information posted in the investor relations section of our website are integrally related and are intended to be presented and understood together.

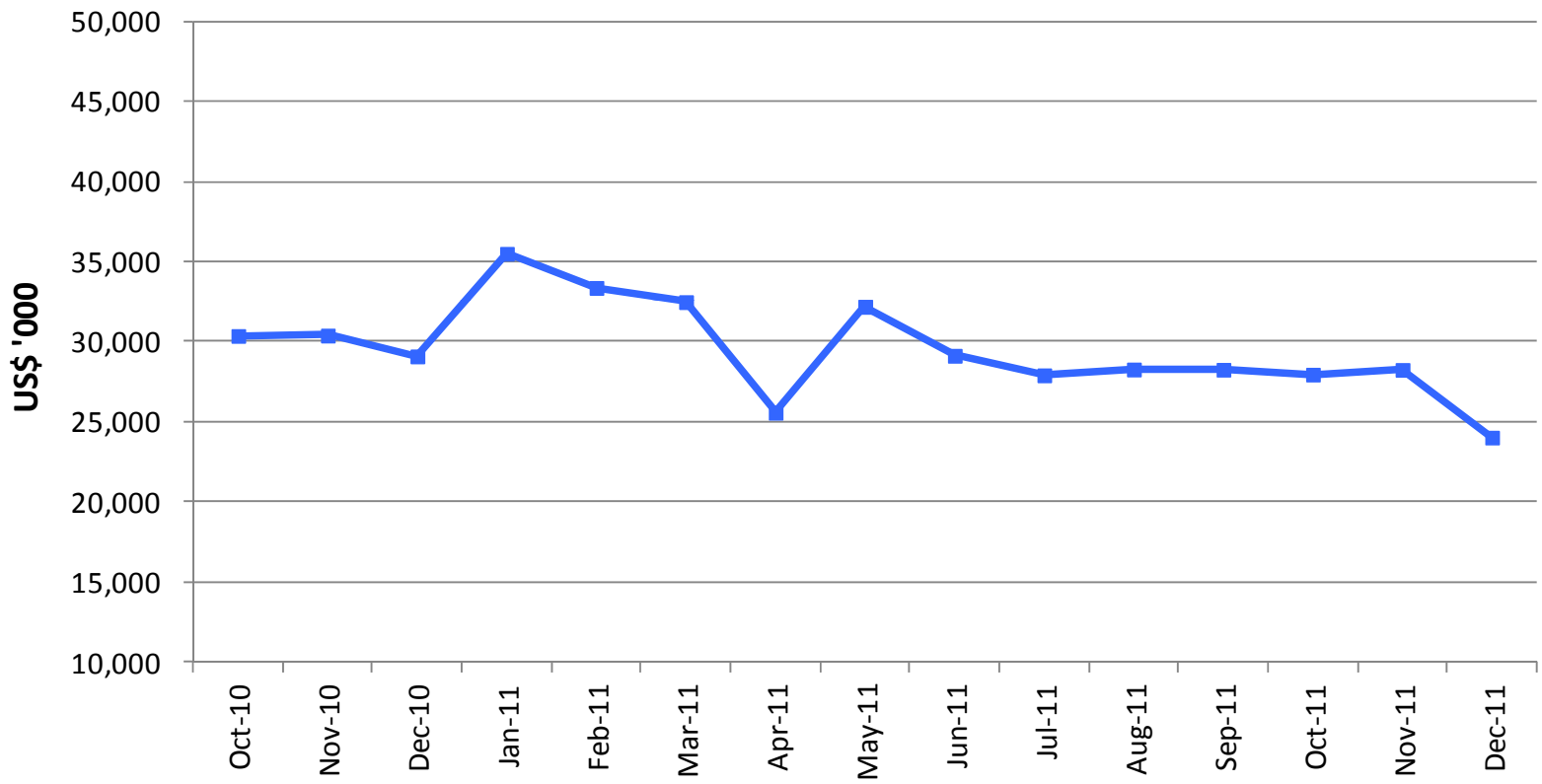
Bookings Analysis – Total Xerium



	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11
Bookings	48,259	48,137	46,369	53,238	50,082	52,033	42,836	51,661	48,435	43,941	45,818	44,785	43,533	44,957	38,617

Order bookings for Q4 2011 were $127.1M compared to Q4 2010 of $142.8M. Q4 2011 worldwide bookings reflect the impact of reduced paper production primarily in Europe. Additional impacts include reduced orders in North America and unfavorable currency movements in Europe and South America.

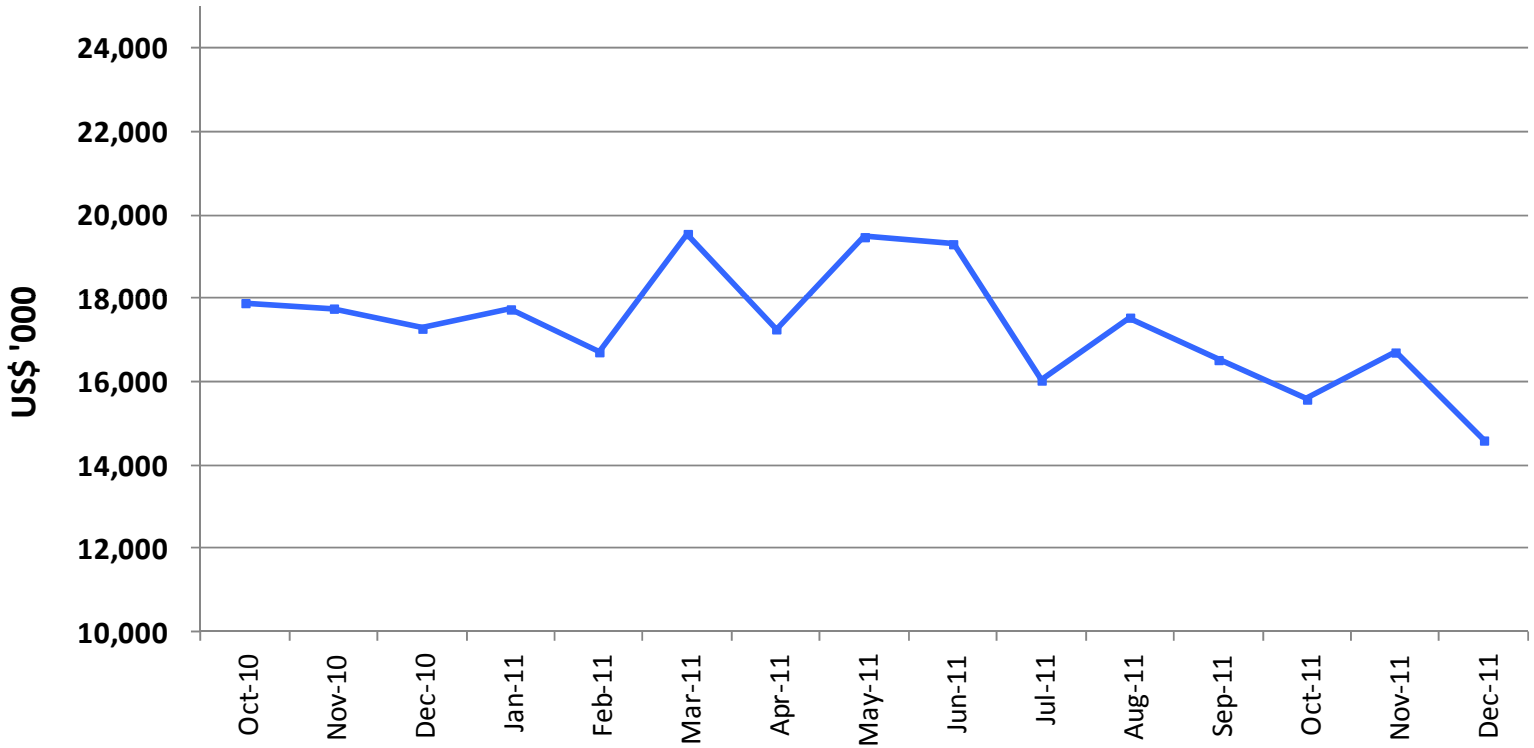
Bookings Analysis – Paper Machine Clothing



	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11
Bookings	30,370	30,395	29,095	35,502	33,370	32,484	25,572	32,187	29,132	27,911	28,277	28,262	27,957	28,253	24,024

PMC Q4 2011 order bookings of $80.2M are lower than Q4 2010 and Q3 2011 levels of $89.9M and $84.5M, respectively. Q4 2011 bookings reflect the impact of reduced paper production in Europe, lower orders in North America and Asia Pacific, and unfavorable impacts from currency movements in Europe and South America.

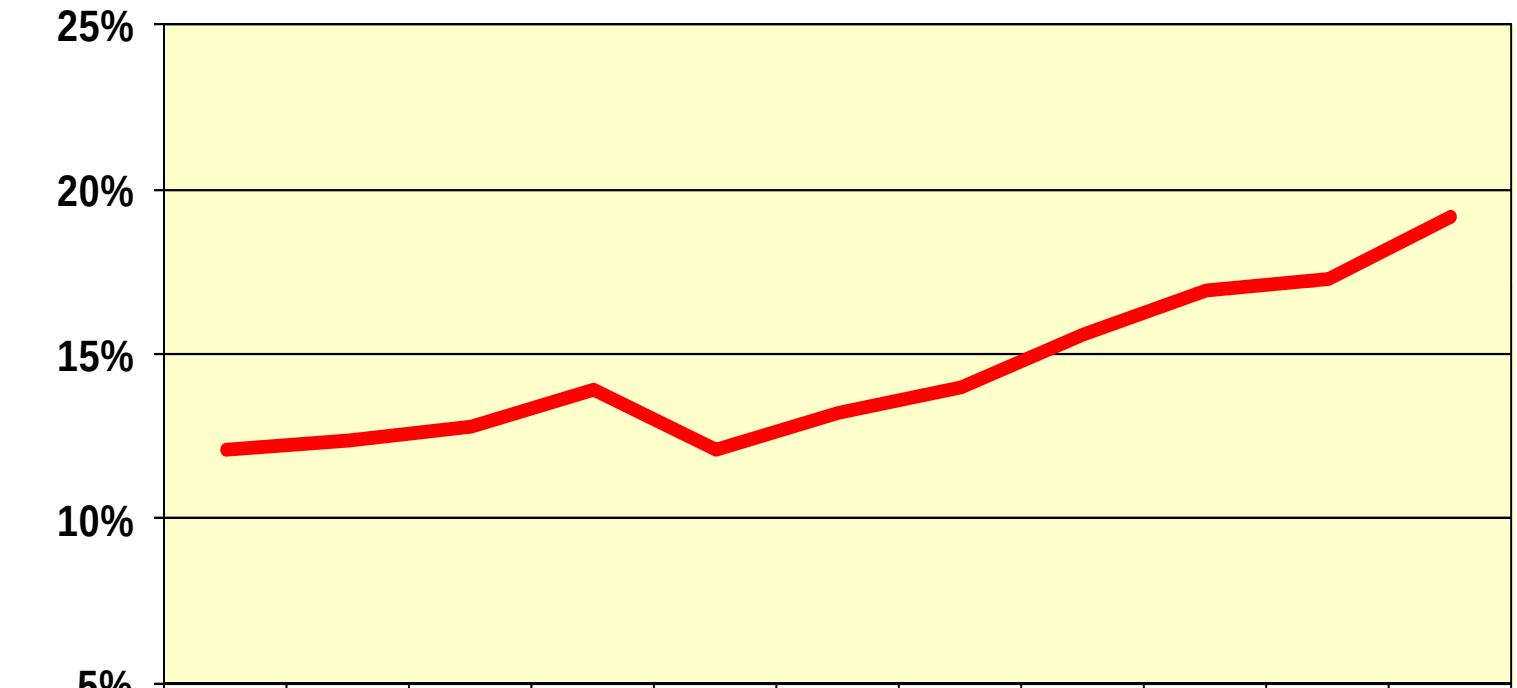
Bookings Analysis – Roll Coverings



	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11
Bookings	17,890	17,758	17,276	17,739	16,713	19,549	17,263	19,475	19,304	16,031	17,541	16,523	15,576	16,705	14,592

Rolls Q4 2011 worldwide order bookings of $46.9M were lower than Q4 2010 bookings of $52.9M. Q4 2011 worldwide bookings reflect the impact of reduced paper production in Europe. Order volume was lower in North America but increased in the Asia Pacific Region. In addition, currency movements in Europe and South America were unfavorable vs. Q4 2010.

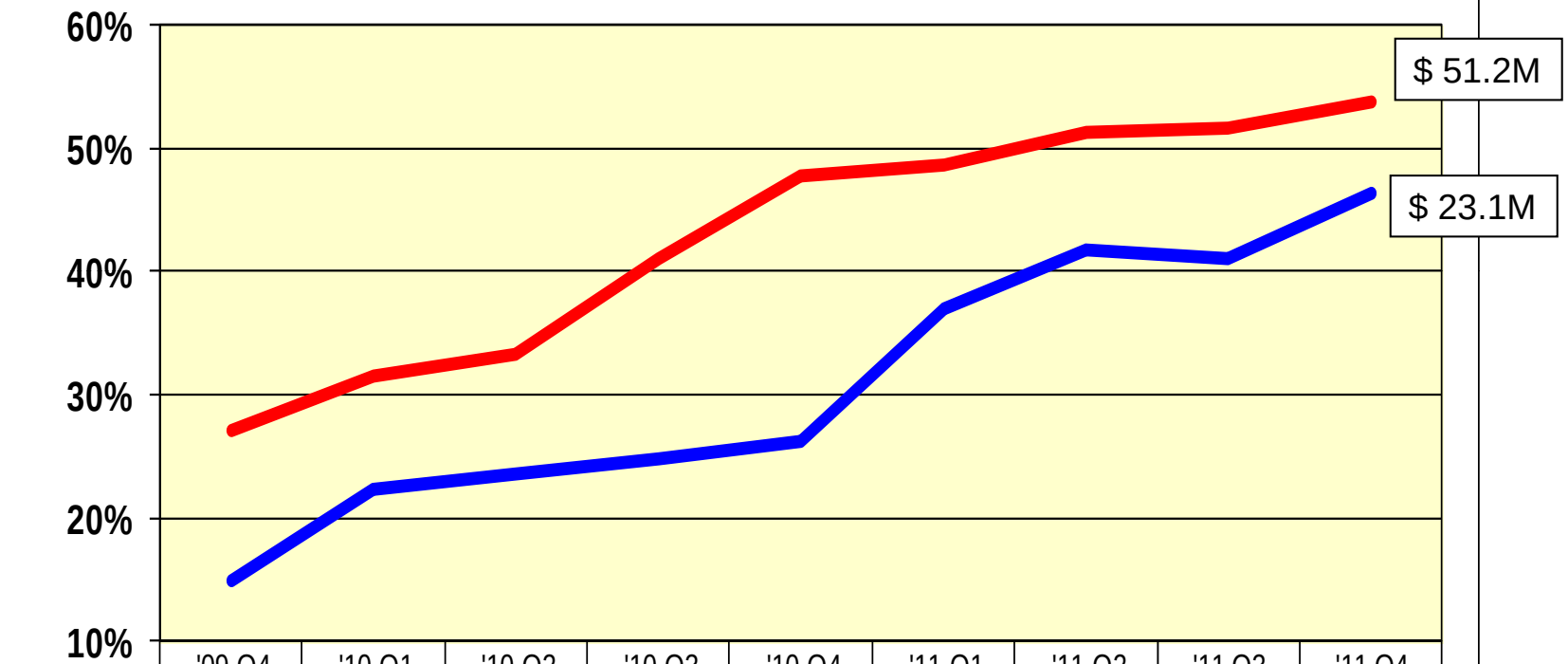
Percent of Revenue from Asia-Pacific Markets



	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Asia-Pacific	12.1%	12.4%	12.8%	13.9%	12.1%	13.2%	14.0%	15.6%	16.9%	17.3%	19.2%

Generally, over time, we expect growth in paper production to be greater in Asia-Pacific than in the more mature North American and Western European regions.

New Product Sales as a Percent of Revenue

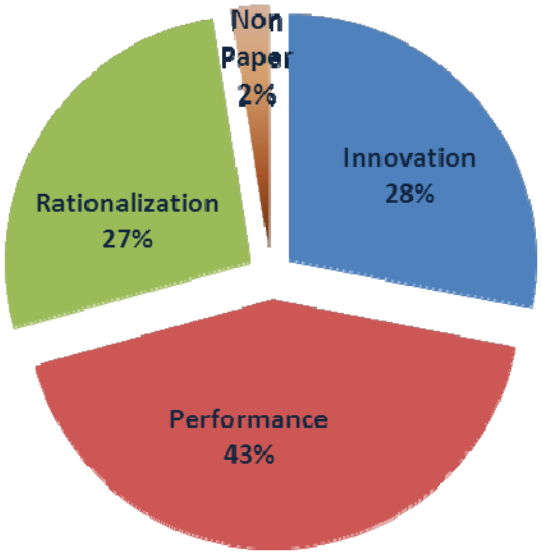


	'09 Q4	'10 Q1	'10 Q2	'10 Q3	'10 Q4	'11 Q1	'11 Q2	'11 Q3	'11 Q4
Clothing	27.0%	31.5%	33.3%	41.0%	47.7%	48.6%	51.3%	51.7%	53.7%
Rolls	14.9%	22.3%	23.5%	24.8%	26.2%	36.9%	41.8%	41.1%	46.4%

Meaningful progress continues on Xerium's goal to increase its technological leadership. Our goal is to derive 60% of XRM's sales revenue from products developed within the prior five years that make a measurable improvement in customer performance, are defendable long term and simultaneously reduce our operating costs.

Xerium's New Product Categorization

New products are categorized by their level of innovation and strategic purpose



Innovation

- **Gain market share through application of unique performance features; capture premium pricing**
- Break through or new technology, defendable intellectual property that competitors can't replicate
- SmartRoll™, EDC, Impact, EnerSTAR™

Performance

- **Gain / Defend market share; recover lost pricing potential of mature products**
- Product introductions that significantly enhance contemporary product performance
- New tissue products, new generation spreader rolls

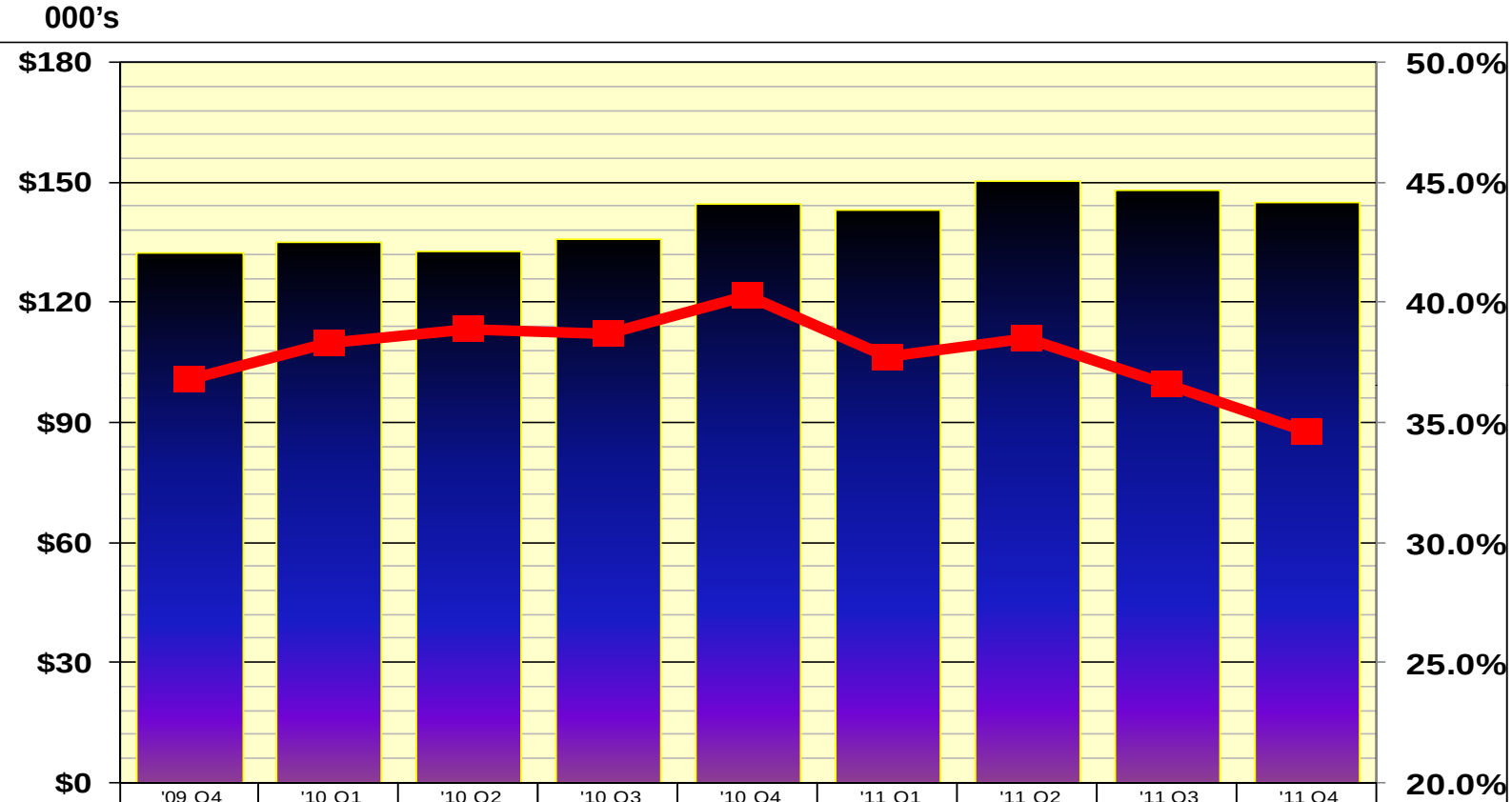
Rationalization

- **Defend market share and price, drive internal savings**
- Product launches that while upgrading product performance, are primarily intended to reduce manufacturing, service and warranty costs
- ProSeam, Avantexx

Non Paper

- **Provide profitable growth in non-paper markets**
- This includes new products developed for the nonwoven textiles industry, fiber cement, oil field development, and other markets

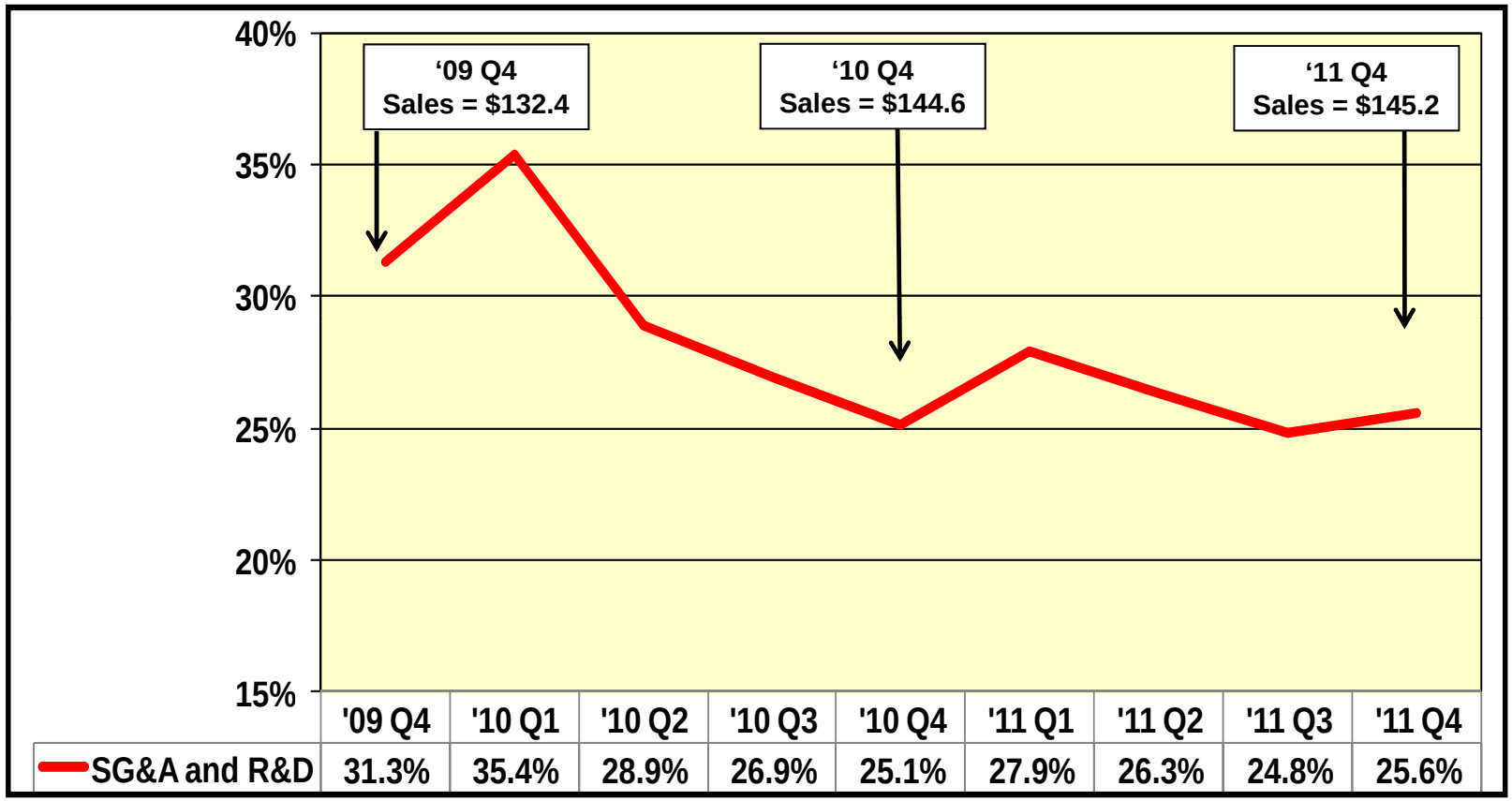
Total Xerium Quarterly Sales and Gross Margin



	'09 Q4	'10 Q1	'10 Q2	'10 Q3	'10 Q4	'11 Q1	'11 Q2	'11 Q3	'11 Q4
Qtr Sales $	132.4	135.0	132.8	135.9	144.6	143.2	150.4	148.2	145.2
Year-over-Year	(11.4%)	15.9%	9.9%	4.3%	9.2%	6.1%	13.3%	9.1%	0.4%
Gross Margin	36.8%	38.3%	38.9%	38.7%	40.3%	37.7%	38.5%	36.6%	34.6%

Q4 2011 net sales increased 0.4% from Q4 2010. Gross margins declined to 34.6% for Q4 2011 as compared to 40.3% for Q4 2010. This decrease was primarily the result of (1) unfavorable production cost absorption due to concerted efforts to decrease production and reduce inventories, (2) a favorable recovery of inventory reserves in 2010, (3) inability to offset increased raw material costs and (4) strong sales growth in regions and products with lower margins.

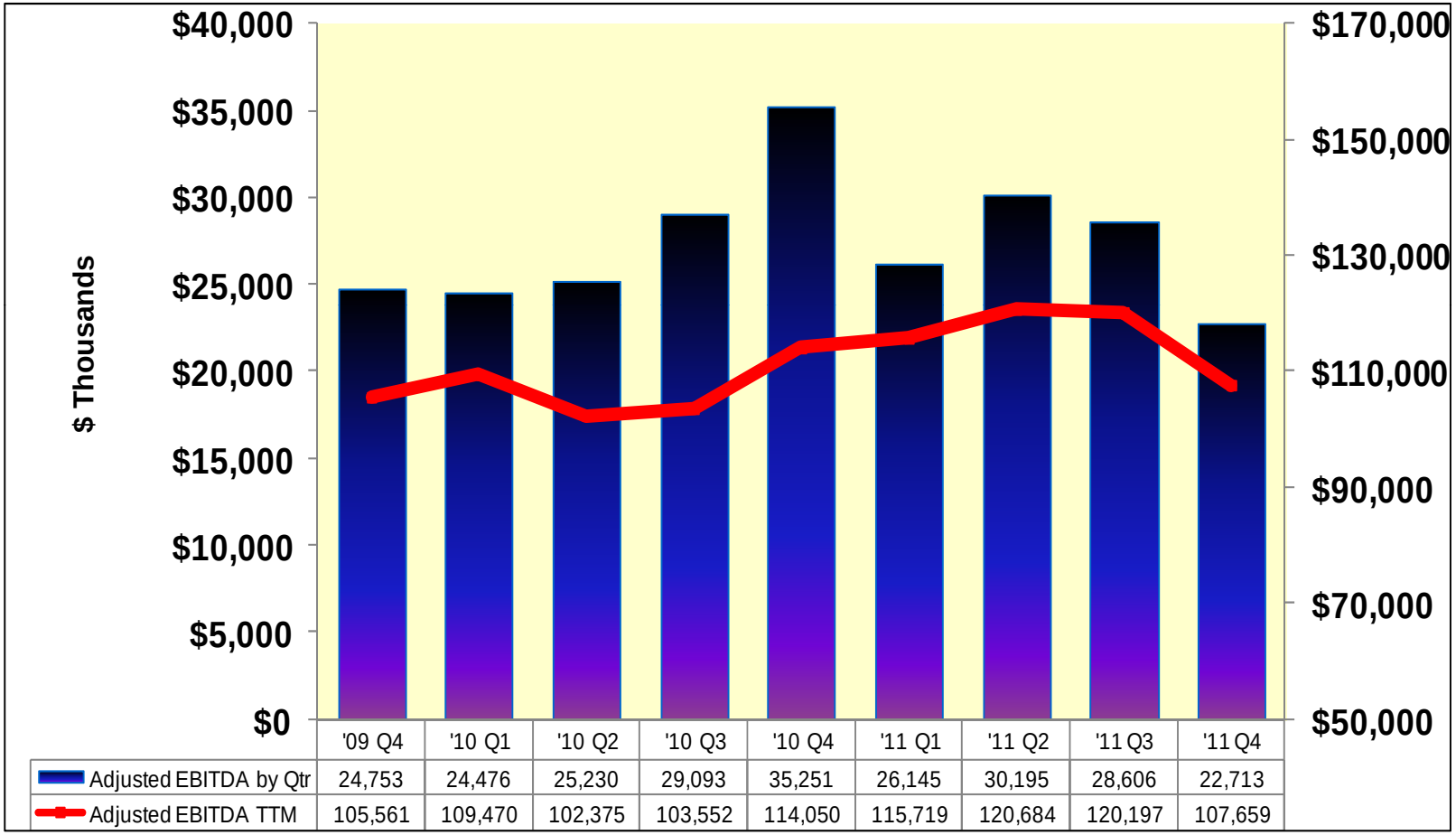
S G & A and R&D as a Percent of Revenue



	'09 Q4	'10 Q1	'10 Q2	'10 Q3	'10 Q4	'11 Q1	'11 Q2	'11 Q3	'11 Q4
SG&A and R&D	31.3%	35.4%	28.9%	26.9%	25.1%	27.9%	26.3%	24.8%	25.6%

In Q4 2011, SG&A and R&D as a percent of sales is 25.6% as compared to Q4 2010 of 25.1%. Favorable impacts include a decrease in management incentive compensation and stock compensation. Partially offsetting these items were bank and legal fees, bad debt reserves, a 2010 gain on the sale of land in Brazil and higher selling expense due to inflation and higher headcount.

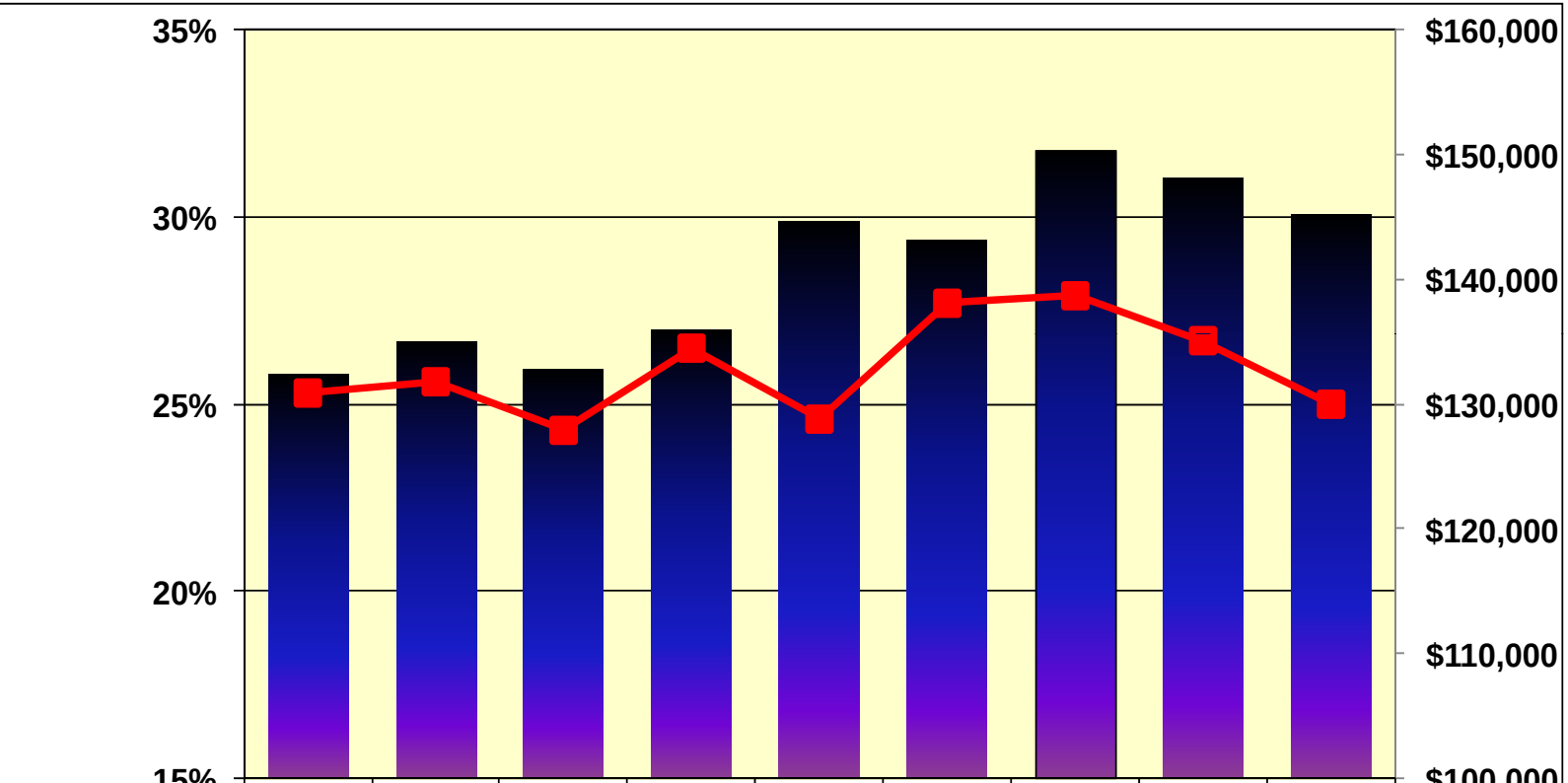
Trailing Twelve Month ("TTM") Adjusted EBITDA



	'09 Q4	'10 Q1	'10 Q2	'10 Q3	'10 Q4	'11 Q1	'11 Q2	'11 Q3	'11 Q4
Adjusted EBITDA by Qtr	24,753	24,476	25,230	29,093	35,251	26,145	30,195	28,606	22,713
Adjusted EBITDA TTM	105,561	109,470	102,375	103,552	114,050	115,719	120,684	120,197	107,659

Note: Adjusted EBITDA at each quarter was the amount as calculated per the definition in the current credit facility with the exception that we have added back to net income (loss) per the terms of our prior credit facility financial restructuring costs of $9.6M, $15.3M, $0.8M and $0.6M incurred as part of the reorganization in Q1 2010, Q2 2010, Q3 2010 and Q4 2010, respectively. A reconciliation of Trailing Twelve Month Adjusted EBITDA to Net Income (Loss) and operating cash flows is available in the investor relations section of the Company's website at www.xerium.com.

Trade Working Capital ("TWC") as a Percent of Revenue

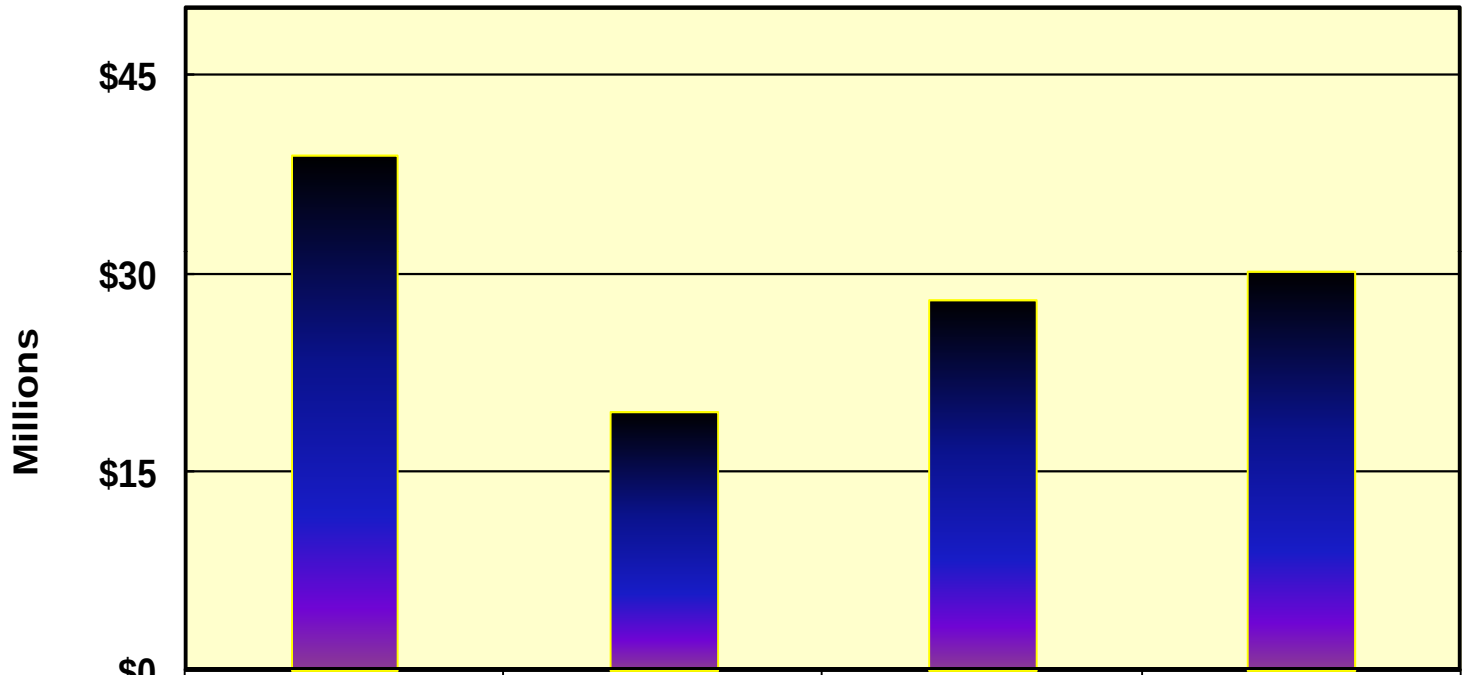


	'09 Q4	'10 Q1	'10 Q2	'10 Q3	'10 Q4	'11 Q1	'11 Q2	'11 Q3	'11 Q4
Revenue 000's	132,437	135,015	132,827	135,899	144,593	143,166	150,378	148,227	145,189
TWC% Qx4	25.3%	25.6%	24.3%	26.5%	24.6%	27.7%	27.9%	26.7%	25.0%

Trade working capital % improved 170 basis points versus Q3 2011 due primarily to reduced levels of inventories and increased trade payables.

Note: a reconciliation of Trade Working Capital to Revenue is available in the investor relations section of the Company's website at www.xerium.com.

Total Xerium Annual Capital Expenditures



	2008	2009	2010	2011
CAPEX	39.0	19.5	27.9	30.2

2011 investments focused on PMC capacity, new products and maintenance of existing equipment capacity.