

MUELLER®

IMMEDIATE RELEASE
Thursday, July 22, 2010

TRADED: OTC (MUEL.PK)
FOR FURTHER INFORMATION CONTACT:
 Donald E. Golik – Exec. Vice President & CFO
 Springfield, Missouri
 (417) 831-3000

SPRINGFIELD, MISSOURI -- PAUL MUELLER COMPANY (OTC: MUEL.PK) TODAY RELEASED ITS FIRST QUARTER REPORT FOR THE PERIOD ENDED JUNE 30, 2010, AS FOLLOWS:

PAUL MUELLER COMPANY AND SUBSIDIARIES
SIX-MONTH REPORT
 Unaudited

CONSOLIDATED SUMMARIES OF OPERATIONS

	Three Months Ended June 30		Six Months Ended June 30		Twelve Months Ended June 30	
	2010	2009	2010	2009	2010	2009
Net Sales	\$ 32,615,000	\$ 41,561,000	\$ 57,793,000	\$ 86,114,000	\$ 139,198,000	\$ 201,965,000
Cost of Sales	21,788,000	27,811,000	41,054,000	62,497,000	101,785,000	154,588,000
Gross Profit	\$ 10,827,000	\$ 13,750,000	\$ 16,739,000	\$ 23,617,000	\$ 37,413,000	\$ 47,377,000
Selling, General & Administrative Expense	9,395,000	11,224,000	19,405,000	21,875,000	39,913,000	42,098,000
Operating Income	\$ 1,432,000	\$ 2,526,000	\$ (2,666,000)	\$ 1,742,000	\$ (2,500,000)	\$ 5,279,000
Other (Expense)	(487,000)	(590,000)	(1,079,000)	(1,456,000)	(2,390,000)	(1,726,000)
Income (Loss) before Provision for						
Income Taxes	\$ 945,000	\$ 1,936,000	\$ (3,745,000)	\$ 286,000	\$ (4,890,000)	\$ 3,553,000
Provision (Benefit) for Income Taxes	178,000	586,000	(1,591,000)	(246,000)	(2,628,000)	967,000
Net Income (Loss)	\$ 767,000	\$ 1,350,000	\$ (2,154,000)	\$ 532,000	\$ (2,262,000)	\$ 2,586,000
Earnings (Loss) per						
Common Share — Basic	\$0.64	\$1.13	(\$1.81)	\$0.45	(\$1.90)	\$2.20
Diluted	\$0.63	\$1.13	(\$1.81)	\$0.45	(\$1.90)	\$2.18

- NOTES: 1) For the three months and six months ended June 30, 2010, domestic sales were \$18,444,000 and \$31,820,000, respectively; and the net loss was \$350,000 and \$3,425,000, respectively. For the three months and six months ended June 30, 2009, Mueller B.V.'s sales were \$14,171,000 and \$25,973,000, respectively; and net income was \$1,117,000 and \$1,271,000, respectively.
- 2) Net income for the second quarter of 2010 was adversely affected by an increase in the LIFO reserve of \$92,000, after tax, while net income for the second quarter of 2009 was favorably affected by a decrease in the LIFO reserve of \$1,109,000, after tax. Net income for the six months ended June 30, 2010, was adversely affected by an increase in the LIFO reserve of \$246,000, after tax, while net income for the first six months ended June 30, 2009, was favorably affected by a decrease in the LIFO reserve of \$2,154,000, after tax.

SUMMARIZED CONSOLIDATED BALANCE SHEETS

	June 30 2010	December 31 2009
Current Assets	\$ 49,258,000	\$ 43,317,000
Net Property, Plant & Equipment	45,272,000	51,948,000
Other assets	18,530,000	20,368,000
Total Assets	\$ 113,060,000	\$ 115,633,000
Current Liabilities	\$ 48,398,000	\$ 40,665,000
Long-Term Debt	20,365,000	27,154,000
Other Long-Term Liabilities	22,954,000	22,882,000
Shareholders' Investment	21,343,000	24,932,000
Total Liabilities & Shareholders' Investment	\$ 113,060,000	\$ 115,633,000
Book Value per Common Share	\$16.52	\$19.69
Total Shares Outstanding	1,292,299	1,266,229
Backlog	\$ 38,670,000	\$ 31,090,000



July 22, 2010