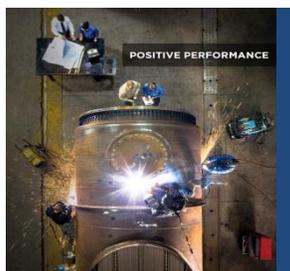


POSITIVE PERFORMANCE



Company Profile

With world-renowned engineering expertise in vacuum and heat transfer technology, Graham Corporation is a global designer, manufacturer, and supplier of custom engineered ejectors, pumps, condensers, vacuum systems, and heat exchangers. Graham Corporation's subsidiary Energy Steel & Supply Co. is a leading code fabrication and specialty machining company dedicated exclusively to the nuclear power industry. Sold either as components or complete system solutions, the principle markets for the Company's equipment include:

Oil and Gas Refining	Nuclear Power Generation
Chemical/Petrochemical	U.S. Defense and Other Power Generation

Graham equipment can also be found in diverse product applications, such as:

Refrigeration	Pharmaceutical	HVAC
Water Heating	Pulp and Paper	Desalination
Metal Refining	Processing	Alternative
Food Processing	Shipbuilding	Energy

For nearly 80 years, Graham has built a reputation for top quality, reliable products, and high standards of customer service. Its equipment is installed in facilities from North and South America to Europe, Asia, Africa, and the Middle East.

Graham Vision and Strategy

Graham's goal is to be a world-class leader in the design and manufacture of engineered-to-order products for the energy markets with a goal to double organic revenue to exceed \$200 million in revenue in the near term (3 to 5 years):

- Leveraging capacity to capture market share
- Expanding predictable base business including nuclear market MRO, U.S. Navy, aftermarket and short-cycle products
- Acquiring engineered-to-order product companies to expand geographically and/or diversify products
- Cultivating new markets, such as gas-to-liquids
- Maintaining margins through engineering and manufacturing operational efficiency improvements
- Maintaining a strong balance sheet through aggressive cash management

Investment Considerations

- Expected long-term global energy demand growth driving opportunities
- Leading market position and worldwide brand recognition
- Sales model based on early engineering involvement
- Expanding addressable market opportunities
- Strong and flexible balance sheet
- Acquisition opportunities
- Results-oriented management team
- Top quartile financial performance
- Solid operating leverage and powerful cash generation

Market Data

Recent price	\$32.15
52-week range	\$26.20 - \$38.58
Average daily volume (3 months; in thousands)	36.1
Market capitalization (millions)	\$325.3
Common shares outstanding (at September 30, 2014; in millions)	10.1
Institutional ownership	83.7%

Market data as of October 29, 2014 (Source: Bloomberg); ownership as of most recent filing

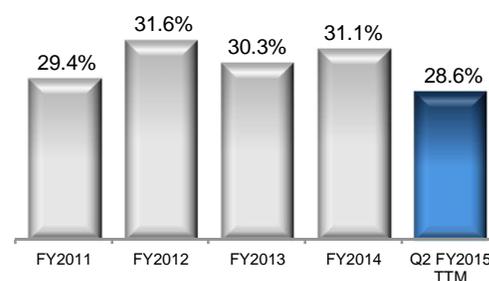
Sales (in millions)



Backlog (in millions)



Gross Profit Margin



Investor Relations Contact

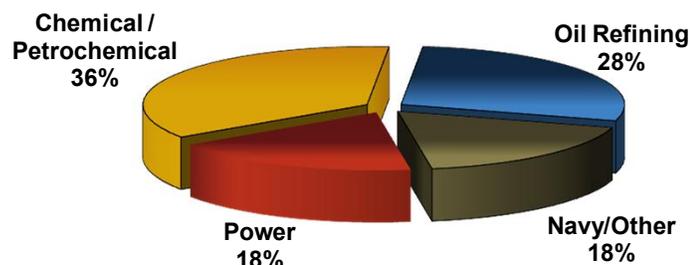
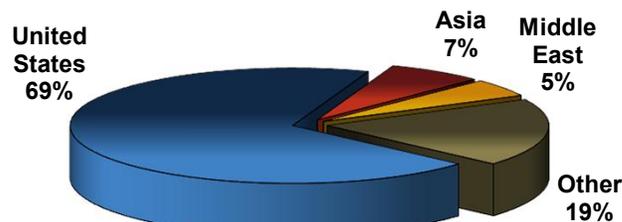
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POSITIVE PERFORMANCE
**Financial Highlights***(in thousands except per share data)*

	Three Months Ended September 30,		Fiscal Year Ended March 31,		
	2014	2013	2014	2013	2012
Sales	\$ 35,566	\$ 24,490	\$ 102,218	\$ 104,973	\$ 103,186
Gross profit	10,984	8,289	31,812	31,822	32,635
Selling, general and administrative	4,752	4,449	17,195	16,560	15,540
Net interest (income) expense and other expense	(40)	(6)	(93)	(315)	418
Income before taxes	6,272	3,846	14,710	15,577	16,677
Net income	4,186	2,589	10,145	11,148	10,553
Diluted earnings per share	\$ 0.41	\$ 0.26	\$ 1.00	\$ 1.11	\$ 1.06
Weighted average shares outstanding - diluted	10,148	10,104	10,104	10,051	9,998
Gross margin	30.9%	33.8%	31.1%	30.3%	31.6%
Operating margin	17.5%	15.7%	14.3%	14.5%	16.6%
Net margin	11.8%	10.6%	9.9%	10.6%	10.2%

(in thousands)

	September 30, 2014	March 31, 2014	March 31, 2013	March 31, 2012
Current assets	\$ 106,137	\$ 97,456	\$ 88,903	\$ 76,978
Other assets	47,994	44,178	37,830	37,999
Total assets	154,131	141,634	126,733	114,977
Current liabilities	32,075	26,110	24,877	24,248
Capital lease obligations, excluding current portion	110	136	127	203
Other liabilities	9,525	9,480	8,734	8,906
Stockholders' equity	112,421	105,908	92,995	81,620
Total liabilities and stockholders' equity	154,131	141,634	126,733	114,977

Revenue by Industry**Revenue by Geographic Market****Q2 FY2015 TTM Revenue: \$113.5 Million****Second Quarter 2015 Highlights**

- Net sales in the second quarter of fiscal 2015 were \$35.6 million, up 45% from \$24.5 million in the second quarter of fiscal year 2014.
- Net income was \$4.2 million, or \$0.41 per diluted share, up \$1.6 million or 62%.
- Orders for this year's second quarter were \$35.4 million, up 14% or \$4.3 million over the trailing first quarter.
- The Company's backlog remained a record \$114.8 million at September 30, 2014, consistent with June 20, 2014 and up from \$112.1 million at March 31, 2014.
- Sales to the U.S. market were up 55% to \$21.9 million, or 61% of total sales, compared with the prior year. International sales increased by \$3.3 million or 32% further contributing to the \$11.1 million increase in net sales over the prior year's quarter.
- Operating profit increased 62% to \$6.2 million, or 17.5% of sales, compared with \$3.8 million, or 15.7% of sales in the prior year.
- Cash, cash equivalents and investments at September 30, 2014 were \$64.8 million compared with \$61.4 million at June 30, 2014.
- For fiscal 2015, revenue is expected to grow 22% to 27% to a range of \$125 million to \$130 million.

The above 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. Forward-looking statements are subject to risks, uncertainties and assumptions and can be identified by words such as "expects," "estimates," "projects," "anticipates," "believes," "could," and other similar words and expressions. All statements addressing operating performance, events, or developments that Graham expects or anticipates will occur in the future, including but not limited to, statements relating to anticipated revenue, profit margins, foreign operations, Graham's strategies, the effectiveness of automation, Graham's ability to improve its cost competitiveness, customer preferences, changes in market conditions in the industries in which it operates, changes in economic conditions and customer behavior are forward-looking statements and they should be evaluated in light of important risk factors and uncertainties. These risk factors and uncertainties are more fully described in Graham's most recent Annual and Quarterly Reports filed with the Securities and Exchange Commission, included under the heading entitled "Risk Factors." Should one or more of these risks or uncertainties materialize, or should any of Graham's underlying assumptions prove incorrect, actual results may vary materially from those currently anticipated. Undue reliance should not be placed on Graham's forward-looking statements. Except as required by law, Graham disclaims any obligation to update or publicly announce any revisions to any of its forward-looking statements.