IDEX CORP /DE/ (IEX)

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10−Q

Quarterly report pursuant to sections 13 or 15(d)
Filed on 8/6/2010
Filed Period 6/30/2010

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 10−Q

☑ **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**
For the quarterly period ended June 30, 2010

OR

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

Commission file number 1−10235

IDEX CORPORATION

(Exact Name of Registrant as Specified in its Charter)

Delaware	**36−3555336**
(State or other jurisdiction of incorporation or organization)	*(I.R.S. Employer Identification No.)*
1925 West Field Court, Lake Forest, Illinois	**60045**
(Address of principal executive offices)	*(Zip Code)*

Registrant's telephone number: (847) 498−7070

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.
Yes ☑ No ☐

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S−T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).
Yes ☐ No ☐

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non−accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b−2 of the Exchange Act. (Check one):

Large accelerated filer ☑ Accelerated filer ☐ Non−accelerated filer ☐ (Do not check if a smaller reporting company) Smaller reporting company ☐

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b−2 of the Exchange Act).
Yes ☐ No ☑

Number of shares of common stock of IDEX Corporation outstanding as of July 31, 2010: 81,463,661 (net of treasury shares).

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PART I. FINANCIAL INFORMATION

Item 1. ***Financial Statements.***

IDEX CORPORATION AND SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands except share and per share amounts)

(unaudited)

	June 30, 2010	December 31, 2009
ASSETS		
Current assets		
Cash and cash equivalents	$ 159,138	$ 73,526
Receivables, less allowance for doubtful accounts of $5,843 at June 30, 2010 and $6,160 at December 31, 2009	200,430	183,178
Inventories — net	170,109	159,463
Other current assets	47,773	35,545
Total current assets	577,450	451,712
Property, plant and equipment — net	179,284	178,283
Goodwill	1,169,641	1,180,445
Intangible assets — net	277,431	281,354
Other noncurrent assets	7,721	6,363
Total assets	$ 2,211,527	$ 2,098,157
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Trade accounts payable	$ 83,204	$ 73,020
Accrued expenses	131,549	98,730
Short−term borrowings	10,559	8,346
Dividends payable	12,223	9,586
Total current liabilities	237,535	189,682
Long−term borrowings	459,832	391,754
Deferred income taxes	152,271	148,806
Other noncurrent liabilities	89,754	99,811
Total liabilities	939,392	830,053
Commitment and contingencies		
Shareholders' equity		
Preferred stock:		
Authorized: 5,000,000 shares, $.01 per share par value; Issued: None	—	—
Common stock:		
Authorized: 150,000,000 shares, $.01 per share par value Issued: 84,060,937 shares at June 30, 2010 and 83,510,320 shares at December 31, 2009	841	835
Additional paid−in capital	417,942	401,570
Retained earnings	949,494	896,977
Treasury stock at cost: 2,565,194 shares at June 30, 2010 and 2,540,052 at December 31, 2009	(57,449)	(56,706)
Accumulated other comprehensive income (loss)	(38,693)	25,428
Total shareholders' equity	1,272,135	1,268,104
Total liabilities and shareholders' equity	$ 2,211,527	$ 2,098,157

See Notes to Condensed Consolidated Financial Statements.

IDEX CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(in thousands except per share amounts)
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
Net sales	$ 378,526	$ 336,455	$ 734,124	$ 663,068
Cost of sales	223,705	205,354	431,762	408,773
Gross profit	154,821	131,101	302,362	254,295
Selling, general and administrative expenses	91,010	81,116	178,791	162,898
Restructuring expenses	1,031	3,250	2,898	5,501
Operating income	62,780	46,735	120,673	85,896
Other income (expense) — net	239	(385)	493	(576)
Interest expense	3,599	4,440	7,033	9,261
Income before income taxes	59,420	41,910	114,133	76,059
Provision for income taxes	19,022	13,988	37,110	25,532
Net income	$ 40,398	$ 27,922	$ 77,023	$ 50,527
Basic earnings per common share	$ 0.50	$ 0.35	$ 0.95	$ 0.63
Diluted earnings per common share	$ 0.49	$ 0.34	$ 0.94	$ 0.62
Share data:				
Basic weighted average common shares outstanding	80,369	79,675	80,225	79,594
Diluted weighted average common shares outstanding	81,800	80,507	81,655	80,363

See Notes to Condensed Consolidated Financial Statements.

IDEX CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY
(in thousands except share amounts)
(unaudited)

			Accumulated Other Comprehensive Income				
	Common Stock and Additional Paid−In Capital	Retained Earnings	Cumulative Translation Adjustment	Net Actuarial Losses and Prior Service Costs on Pensions and Other Post−Retirement Benefit Plans	Cumulative Unrealized Losses on Derivatives Designated as Cash Flow Hedges	Treasury Stock	Total Shareholders' Equity
Balance, December 31, 2009	$ 402,405	$ 896,977	$ 59,399	$ (27,258)	$ (6,713)	$ (56,706)	$ 1,268,104
Net income	—	77,023	—	—	—	—	77,023
Other comprehensive income, net of tax:							
Cumulative translation adjustment	—	—	(50,865)	—	—	—	(50,865)
Amortization of retirement obligations	—	—	—	740	—	—	740
Net change on derivatives designated as cash flow hedges	—	—	—	—	(13,996)	—	(13,996)
Other comprehensive loss	—	—	—	—	—	—	(64,121)
Comprehensive income	—	—	—	—	—	—	12,902
Issuance of 580,073 shares of common stock from issuance of unvested shares, exercise of stock options and deferred compensation plans, net of tax benefit	7,048	—	—	—	—	—	7,048
Unvested shares surrendered for tax withholding	—	—	—	—	—	(743)	(743)
Share−based compensation	9,330	—	—	—	—	—	9,330
Cash dividends declared — $.30 per common share	—	(24,506)	—	—	—	—	(24,506)
Balance, June 30, 2010	$ 418,783	$ 949,494	$ 8,534	$ (26,518)	$ (20,709)	$ (57,449)	$ 1,272,135

See Notes to Condensed Consolidated Financial Statements.

IDEX CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(in thousands)
(unaudited)

	Six Months Ended June 30,	
	2010	**2009**
Cash flows from operating activities		
Net income	$ 77,023	$ 50,527
Adjustments to reconcile net income to net cash provided by operating activities:		
Loss on sale of fixed assets	—	684
Depreciation and amortization	16,920	15,620
Amortization of intangible assets	12,733	12,138
Amortization of debt issuance expenses	219	154
Stock−based compensation expense	9,330	8,971
Deferred income taxes	1,656	6,692
Excess tax benefit from stock−based compensation	(2,284)	(1,260)
Changes in (net of the effect from acquisitions):		
Receivables	(20,950)	6,681
Inventories	(14,618)	14,084
Trade accounts payable	10,668	(13,363)
Accrued expenses	9,547	(21,197)
Other — net	(4,539)	(6,820)
Net cash flows provided by operating activities	95,705	72,911
Cash flows from investing activities		
Additions to property, plant and equipment	(17,533)	(10,970)
Acquisition of businesses, net of cash acquired	(51,273)	—
Proceeds from fixed assets disposals	—	2,882
Other — net	—	330
Net cash flows used in investing activities	(68,806)	(7,758)
Cash flows from financing activities		
Borrowings under credit facilities for acquisitions	53,866	—
Borrowings under credit facilities	2,266	54,771
Proceeds from issuance of senior notes	96,762	—
Payments under credit facilities	(73,297)	(100,385)
Dividends paid	(21,869)	(19,302)
Proceeds from stock option exercises	5,994	2,503
Excess tax benefit from stock−based compensation	2,284	1,260
Other — net	(743)	(765)
Net cash flows provided by (used in) financing activities	65,263	(61,918)
Effect of exchange rate changes on cash and cash equivalents	(6,550)	3,328
Net increase in cash	85,612	6,563
Cash and cash equivalents at beginning of year	73,526	61,353
Cash and cash equivalents at end of period	$ 159,138	$ 67,916
Supplemental cash flow information		
Cash paid for:		
Interest	$ 6,840	$ 9,664
Income taxes	24,974	24,913
Significant non−cash activities:		
Debt acquired with acquisition of business	722	—
Issuance of unvested shares	2,917	3,897

See Notes to Condensed Consolidated Financial Statements.

IDEX CORPORATION AND SUBSIDIARIES

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(unaudited)

1. Basis of Presentation and Significant Accounting Policies

The Condensed Consolidated Financial Statements of IDEX Corporation ("IDEX" or the "Company") have been prepared in accordance with the instructions to Form 10−Q under the Securities Exchange Act of 1934, as amended. The statements are unaudited but include all adjustments, consisting only of recurring items, except as noted, which the Company considers necessary for a fair presentation of the information set forth herein. The results of operations for the three and six months ended June 30, 2010 are not necessarily indicative of the results to be expected for the entire year.

The condensed consolidated financial statements and Management's Discussion and Analysis of Financial Condition and Results of Operations should be read in conjunction with the Company's Annual Report on Form 10−K for the fiscal year ended December 31, 2009.

Adoption of New Accounting Standards

In January 2010, the Financial Accounting Standards Board ("FASB") issued ASU 2010−06, "Fair Value Measurements and Disclosures (Topic 820)." This Update provides amendments to Subtopic 820−10 and related guidance within U.S. Generally Accepted Accounting Principles ("GAAP") to require disclosure of the transfers in and out of Levels 1 and 2 and a schedule for Level 3 that separately identifies purchases, sales, issuances and settlements and requires more detailed disclosures regarding valuation techniques and inputs. The Company adopted this standard on its effective date, see Note 12 for disclosures associated with the adoption of this standard.

In February 2010, the FASB issued ASU 2010−09, "Subsequent Events (Topic 855)." This update provides amendments to Subtopic 855−10−50−4 and related guidance within U.S. GAAP to clarify that an SEC registrant is not required to disclose the date through which subsequent events have been evaluated. This change alleviates potential conflicts between Subtopic 855−10 and the SEC's requirements. The Company adopted this update on its effective date.

2. Restructuring

The Company has recorded restructuring costs as a result of cost reduction efforts and facility closings. Accruals have been recorded based on these costs and primarily consist of employee termination benefits. We record expenses for employee termination benefits based on the guidance of Accounting Standards Codification ("ASC") 420, "Exit or Disposal Cost Obligations." These expenses are included in Restructuring expenses in the Consolidated Statements of Operations while the related restructuring accruals are included in Accrued expenses in our Consolidated Balance Sheets.

During the three and six months ended June 30, 2010, the Company recorded an additional \$1.0 million and \$2.9 million, respectively, of pre−tax restructuring expenses related to our 2009 restructuring initiative for employee severance related to employee reductions across various functional areas as well as facility closures resulting from the Company's cost savings initiatives. In the three and six months ended June 30, 2009, the Company recorded pre−tax restructuring expenses totaling \$3.3 million and \$5.5 million, respectively, related to this same initiative. The 2009 initiative has included severance benefits for over 600 employees. This initiative is expected to be completed by the end of 2010 with an expected additional total cost of approximately \$3.0 million during the remainder of 2010.

IDEX CORPORATION AND SUBSIDIARIES

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS — (Continued)

Pre−tax restructuring expenses, by segment, for the three months ended June 30, 2010 were as follows:

	Severance Costs	Exit Costs	Total
		(in thousands)	
Fluid & Metering Technologies	$ 360	$ 184	$ 544
Health & Science Technologies	337	—	337
Dispensing Equipment	5	—	5
Fire & Safety/Diversified Products	125	—	125
Corporate/Other	—	20	20
Total restructuring costs	$ 827	$ 204	$ 1,031

Pre−tax restructuring expenses, by segment for the three months ended June 30, 2009, were as follows:

	Severance Costs	Exit Costs	Total
		(in thousands)	
Fluid & Metering Technologies	$ 1,083	$ 202	$ 1,285
Health & Science Technologies	625	221	846
Dispensing Equipment	28	479	507
Fire & Safety/Diversified Products	427	—	427
Corporate/Other	79	106	185
Total restructuring costs	$ 2,242	$ 1,008	$ 3,250

Pre−tax restructuring expenses, by segment, for the six months ended June 30, 2010 were as follows:

	Severance Costs	Exit Costs	Total
		(in thousands)	
Fluid & Metering Technologies	$ 711	$ 202	$ 913
Health & Science Technologies	846	54	900
Dispensing Equipment	120	—	120
Fire & Safety/Diversified Products	477	—	477
Corporate/Other	396	92	488
Total restructuring costs	$ 2,550	$ 348	$ 2,898

Pre−tax restructuring expenses, by segment for the six months ended June 30, 2009, were as follows:

	Severance Costs (Reversals)	Exit Costs	Total
		(in thousands)	
Fluid & Metering Technologies	$ 1,895	$ 490	$ 2,385
Health & Science Technologies	1,282	412	1,694
Dispensing Equipment	(283)	860	577
Fire & Safety/Diversified Products	450	—	450
Corporate/Other	239	156	395
Total restructuring costs	$ 3,583	$ 1,918	$ 5,501

Restructuring accruals of $3.3 million and $6.9 million as of June 30, 2010 and December 31, 2009, respectively, are reflected in Accrued expenses in our Condensed Consolidated Balance Sheets as follows:

		(In thousands)
Balance at January 1, 2010	$	6,878
Restructuring costs		2,898
Payments/Utilization		(6,501)
Balance at June 30, 2010	$	3,275

3. Acquisitions

On April 15, 2010, the Company acquired Seals, Ltd (“Seals”), a leading provider of proprietary high performance seals and advanced sealing solutions for a diverse range of global industries, including analytical instrumentation, semiconductor/solar and process technologies. Seals consists of the Polymer Engineering and Perlast divisions. Seals’ Polymer Engineering division focuses on sealing solutions for hazardous duty applications. The Perlast division produces highly engineered seals for analytical instrumentation, pharmaceutical, electronics, and food applications. Headquartered in Blackburn, England, Seals has annual revenues of approximately $32.0 million (£21 million). Seals will operate as part of the Health and Science Technologies segment. The Company acquired Seals for an aggregate purchase price of $54.0 million, consisting of $51.3 million in cash and the assumption of approximately $2.7 million of debt related items. The cash payment was financed with borrowings under the Company’s Credit Facility. Goodwill and intangible assets recognized as part of this transaction were $29.4 million and $17.6 million, respectively. The $29.4 million of goodwill is not deductible for tax purposes.

The purchase price for Seals has been allocated to the assets acquired and liabilities assumed based on estimated fair values at the date of the acquisition. The purchase price allocation is preliminary and further refinements may be necessary pending certain asset and liability valuations.

The results of operations for this acquisition have been included within the Company’s financial results from the date of the acquisition. The Company does not consider this acquisition to be material to its results of operations for any of the periods presented.

4. Business Segments

The Company consists of four reportable business segments: Fluid & Metering Technologies, Health & Science Technologies, Dispensing Equipment and Fire & Safety/Diversified Products.

The Fluid & Metering Technologies Segment designs, produces and distributes positive displacement pumps, flow meters, injectors, and other fluid−handling pump modules and systems and provides flow monitoring and other services for water and wastewater. The Health & Science Technologies Segment designs, produces and distributes a wide range of precision fluidics and sealing solutions, including very high precision, low−flow rate pumping solutions required in analytical instrumentation, clinical diagnostics and drug discovery, high performance molded and extruded biocompatible medical devices and implantables, air compressors used in medical, dental and industrial applications, and precision gear and peristaltic pump technologies that meet exacting OEM specifications. The Dispensing Equipment Segment produces precision equipment for dispensing, metering and mixing colorants, paints, and hair colorants and other personal care products used in a variety of retail and commercial businesses around the world. The Fire & Safety/Diversified Products Segment produces firefighting pumps and controls, rescue tools, lifting bags and other components and systems for the fire and rescue industry, and engineered stainless steel banding and clamping devices used in a variety of industrial and commercial applications.

IDEX CORPORATION AND SUBSIDIARIES

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS — (Continued)

The Company evaluates segment performance based on several factors, of which operating income is the primary financial measure. Intersegment sales are accounted for at fair value as if the sales were to third parties. Information on the Company's business segments is presented below.

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009
	(In thousands)			
Net sales				
Fluid & Metering Technologies:				
External customers	$ 174,359	$ 156,759	$ 347,068	$ 313,490
Intersegment sales	189	241	357	528
Total group sales	174,548	157,000	347,425	314,018
Health & Science Technologies:				
External customers	99,141	71,912	185,123	143,940
Intersegment sales	1,345	1,904	2,885	4,064
Total group sales	100,486	73,816	188,008	148,004
Dispensing Equipment:				
External customers	41,102	45,658	74,640	78,531
Intersegment sales	33	—	49	—
Total group sales	41,135	45,658	74,689	78,531
Fire & Safety/Diversified Products:				
External customers	63,924	62,126	127,293	127,107
Intersegment sales	67	1	99	2
Total group sales	63,991	62,127	127,392	127,109
Intersegment elimination	(1,634)	(2,146)	(3,390)	(4,594)
Total net sales	$ 378,526	$ 336,455	$ 734,124	$ 663,068
Operating income				
Fluid & Metering Technologies	$ 30,234	$ 22,936	$ 62,374	$ 45,554
Health & Science Technologies	20,436	10,757	38,988	20,607
Dispensing Equipment	9,712	9,514	16,351	13,493
Fire & Safety/Diversified Products	13,916	13,309	26,987	26,880
Corporate office and other	(11,518)	(9,781)	(24,027)	(20,638)
Total operating income	$ 62,780	$ 46,735	$ 120,673	$ 85,896

5. Earnings Per Common Share

Earnings per common share ("EPS") are computed by dividing net income by the weighted average number of shares of common stock (basic) plus common stock equivalents outstanding (diluted) during the period. Common stock equivalents consist of stock options, which have been included in the calculation of weighted average shares outstanding using the treasury stock method, unvested shares, and shares issuable in connection with certain deferred compensation agreements ("DCUs").

IDEX CORPORATION AND SUBSIDIARIES

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS — (Continued)

ASC 260 “Earnings Per Share”, (“ASC 260”) concludes that all outstanding unvested share−based payment awards that contain rights to nonforfeitable dividends participate in undistributed earnings with common shareholders. If awards are considered participating securities, the Company is required to apply the two−class method of computing basic and diluted earnings per share. The Company has determined that its outstanding unvested shares are participating securities. Accordingly, earnings per common share are computed using the two−class method prescribed by ASC 260. Net income attributable to common shareholders was reduced by $0.4 million and $0.2 million for the three months ended June 30, 2010 and 2009, respectively. Net income attributable to common shareholders was reduced by $0.7 million and $0.4 million for the six months ended June 30, 2010 and 2009, respectively.

Basic weighted average shares reconciles to diluted weighted average shares as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
	(in thousands)			
Basic weighted average common shares outstanding	80,369	79,675	80,225	79,594
Dilutive effect of stock options, unvested shares, and DCUs	1,431	832	1,430	769
Diluted weighted average common shares outstanding	81,800	80,507	81,655	80,363

Options to purchase approximately 2.4 million and 4.2 million shares of common stock as of June 30, 2010 and 2009, respectively, were not included in the computation of diluted EPS because the exercise price was greater than the average market price of the Company’s common stock and, therefore, the effect of their inclusion would be antidilutive.

6. Inventories

The components of inventories as of June 30, 2010 and December 31, 2009 were:

	June 30, 2010	December 31, 2009
	(In thousands)	
Raw materials and component parts	$ 116,657	$ 113,777
Work−in−process	23,340	20,669
Finished goods	47,082	43,626
Total	187,079	178,072
Less inventory reserves	16,970	18,609
Total inventories−net	$ 170,109	$ 159,463

Inventories are stated at the lower of cost or market. Cost, which includes material, labor, and factory overhead, is determined on a FIFO basis.

7. Goodwill and Intangible Assets

The changes in the carrying amount of goodwill for the six months ended June 30, 2010, by reportable segment, were as follows:

	Fluid & Metering Technologies	Health & Science Technologies	Dispensing Equipment	Fire & Safety/ Diversified Products	Total
			(In thousands)		
Balance at December 31, 2009	$ 533,979	$ 392,379	$ 104,973	$ 149,114	$ 1,180,445
Foreign currency translation	(17,166)	(2,451)	(12,370)	(8,259)	(40,246)
Acquisitions	—	29,442	—	—	29,442
Balance at June 30, 2010	$ 516,813	$ 419,370	$ 92,603	$ 140,855	$ 1,169,641

ASC 350 “Goodwill and Other Intangible Assets” requires that goodwill be tested for impairment at the reporting unit level on an annual basis and between annual tests if an event occurs or circumstances change that would more likely than not reduce the fair value of the reporting unit below its carrying value. Annually on October 31st, goodwill and other acquired intangible assets with indefinite lives are tested for impairment. The Company concluded that the fair value of each of the reporting units was in excess of the carrying value as of October 31, 2009. The Company did not consider there to be any triggering event that would require an interim impairment assessment, therefore none of the goodwill or other acquired intangible assets with indefinite lives were tested for impairment during the six months ended June 30, 2010.

The following table provides the gross carrying value and accumulated amortization for each major class of intangible asset at June 30, 2010 and December 31, 2009:

	At June 30, 2010				At December 31, 2009		
	Gross Carrying Amount	Accumulated Amortization	Net	Weighted Average Life	Gross Carrying Amount	Accumulated Amortization	Net
Amortizable intangible assets:							
Patents	$ 9,721	$ (4,677)	$ 5,044	11	$ 9,914	$ (4,289)	$ 5,625
Trade names	63,573	(11,845)	51,728	15	63,589	(10,144)	53,445
Customer relationships	161,565	(39,134)	122,431	12	157,890	(32,422)	125,468
Non−compete agreements	4,199	(3,572)	627	4	4,268	(3,356)	912
Unpatented technology	39,280	(7,478)	31,802	14	36,047	(6,240)	29,807
Other	6,226	(2,527)	3,699	10	6,236	(2,239)	3,997
Total amortizable intangible assets	284,564	(69,233)	215,331		277,944	(58,690)	219,254
Banjo trade name	62,100	—	62,100		62,100	—	62,100
	$ 346,664	$ (69,233)	$ 277,431		$ 340,044	$ (58,690)	$ 281,354

The Banjo trade name is an indefinite lived intangible asset which is tested for impairment on an annual basis or more frequently if events or changes in circumstances indicate that the asset might be impaired.

8. Accrued Expenses

The components of accrued expenses as of June 30, 2010 and December 31, 2009 were:

	June 30, 2010	December 31, 2009
	(In thousands)	
Payroll and related items	$ 42,365	$ 39,315
Management incentive compensation	11,686	12,157
Income taxes payable	9,708	3,757
Insurance	4,271	4,375
Warranty	4,191	4,383
Deferred revenue	3,779	4,480
Restructuring	3,275	6,878
Forward setting interest rate contract (see Note 11)	26,446	—
Other	25,828	23,385
Total accrued expenses	$ 131,549	$ 98,730

9. Other Noncurrent Liabilities

The components of noncurrent liabilities as of June 30, 2010 and December 31, 2009 were:

	June 30, 2010	December 31, 2009
	(In thousands)	
Pension and retiree medical obligations	$ 66,017	$ 67,426
Interest rate exchange agreements	6,022	10,497
Deferred revenue	4,687	5,353
Other	13,028	16,535
Total other noncurrent liabilities	$ 89,754	$ 99,811

10. Borrowings

Borrowings at June 30, 2010 and December 31, 2009 consisted of the following:

	June 30, 2010	December 31, 2009
	(In thousands)	
Credit Facility	$ 275,614	$ 298,732
Term Loan	90,000	95,000
Euro−denominated Senior Notes	98,869	—
Other borrowings	5,908	6,368
Total borrowings	470,391	400,100
Less current portion	10,559	8,346
Total long−term borrowings	$ 459,832	$ 391,754

The Company maintains a $600.0 million unsecured domestic, multi−currency bank revolving credit facility (“Credit Facility”), which expires on December 21, 2011. In 2008, the Credit Facility was amended to allow the Company to designate certain foreign subsidiaries as designated borrowers. Upon approval from the lenders, the designated borrowers were allowed to receive loans under the Credit Facility. A designated borrower sublimit was established as the lesser of the aggregate commitments or $100.0 million. As of the amendment date, Fluid Management Europe B.V., (FME) was approved by the lenders as a designated borrower. On March 16, 2010, IDEX UK Ltd. ("IDEX UK") was also approved by the lenders as a designated borrower which allowed them to receive loans under the Credit Facility. FME had no borrowings under the Credit Facility as of June 30, 2010. IDEX UK's borrowings under the Credit Facility at June 30, 2010 were £17.0 million ($25.6 million). As the IDEX UK's borrowings under the Credit Facility are British Pound denominated and the cash flows that will be used to make payments of principal and interest are predominately denominated in British Pound, the Company does not anticipate any significant foreign exchange gains or losses in servicing this debt.

At June 30, 2010 there was $275.6 million outstanding under the Credit Facility and outstanding letters of credit totaled approximately $7.1 million. The net available borrowing under the Credit Facility as of June 30, 2010, was approximately $317.3 million. Interest is payable quarterly on the outstanding borrowings at the bank agent's reference rate. Interest on borrowings based on LIBOR plus an applicable margin is payable on the maturity date of the borrowing, or quarterly from the effective date for borrowings exceeding three months. The applicable margin is based on the Company's senior, unsecured, long−term debt rating and can range from 24 basis points to 50 basis points. Based on the Company's BBB rating at June 30, 2010, the applicable margin was 40 basis points. An annual Credit Facility fee, also based on the Company's credit rating, is currently 10 basis points and is payable quarterly.

At June 30, 2010 the Company had one interest rate exchange agreement related to the Credit Facility. The interest rate exchange agreement, expiring in January 2011, effectively converted $250.0 million of floating−rate debt into fixed−rate debt at an interest rate of 3.25%. This fixed rate consists of the fixed rate on the interest rate exchange agreement and the Company's current margin of 40 basis points on the Credit Facility.

On April 18, 2008, the Company completed a $100.0 million unsecured senior bank term loan agreement ("Term Loan") with covenants consistent with the existing Credit Facility and a maturity on December 21, 2011. At June 30, 2010, there was $90.0 million outstanding under the Term Loan with $7.5 million included within short term borrowings. Interest under the Term Loan is based on the bank agent's reference rate or LIBOR plus an applicable margin and is payable at the end of the selected interest period, but at least quarterly. The applicable margin is based on the Company's senior, unsecured, long−term debt rating and can range from 45 to 100 basis points. Based on the Company's current debt rating, the applicable margin is 80 basis points. The Term Loan requires a repayment of $7.5 million in April 2011, with the remaining balance due on December 21, 2011. The Company used the proceeds from the Term Loan to pay down existing debt outstanding under the Credit Facility.

At June 30, 2010 the Company had an interest rate exchange agreement related to the Term Loan that expires in December 2011. With a current notional amount of $90.0 million, the agreement effectively converted $100.0 million of floating−rate debt into fixed−rate debt at an interest rate of 4.00%. The fixed rate consists of the fixed rate on the interest rate exchange agreement and the Company's current margin of 80 basis points on the Term Loan.

On April 15, 2010, the Company entered into a forward setting interest rate contract with a notional amount of $300.0 million and an effective date of December 8, 2010 whereby the Company will pay fixed interest and will receive floating rate interest based on LIBOR on the effective date of December 8, 2010. This swap was entered into in anticipation of the expected issuance of $300.0 million of new debt during the fourth quarter of 2010 and was designed to lock in the current market interest rate as of April 15, 2010.

On June 9, 2010, the Company completed a private placement of €81.0 million ($96.8 million) aggregate principal amount of 2.58% Series 2010 Senior Notes due June 9, 2015 ("Senior Notes") pursuant to a Master Note Purchase Agreement, dated June 9, 2010 (the "Purchase Agreement"). The Purchase Agreement provides for the issuance of additional series of notes in the future. The Senior Notes bear interest at a rate of 2.58% per annum and will mature on June 9, 2015. The Senior Notes are unsecured obligations of the Company and rank pari passu in right of payment with all of the Company's other senior debt. The Company may at any time prepay all or any portion of the Senior Notes; provided that such portion is greater than 5% of the aggregate principal amount of the

Senior Notes then outstanding under the Purchase Agreement. In the event of a prepayment, the Company will pay an amount equal to par plus accrued interest plus a make−whole premium. The Purchase Agreement contains certain covenants that restrict the Company's ability to, among other things, transfer or sell assets, create liens and engage in certain mergers or consolidations. In addition, the Company must comply with a leverage ratio and interest coverage ratio as set forth in the Purchase Agreement. The Purchase Agreement provides for customary events of default. In the case of an event of default arising from specified events of bankruptcy or insolvency, all outstanding Senior Notes will become due and payable immediately without further action or notice. In the case of payment events of defaults, any holder of the Senior Notes affected thereby may declare all the Senior Notes held by it due and payable immediately. In the case of any other event of default, a majority of the holders of the Senior Notes may declare all the Senior Notes to be due and payable immediately. The Company used a portion of the proceeds from the private placement to pay down existing debt outstanding under the Euro denominated Credit Facility, with the remainder being used for ongoing business activities.

11. Derivative Instruments

The Company enters into cash flow hedges to reduce the exposure to variability in certain expected future cash flows. The type of cash flow hedges the Company enters into includes foreign currency contracts and interest rate exchange agreements that effectively convert a portion of floating−rate debt to fixed−rate debt and are designed to reduce the impact of interest rate changes on future interest expense.

The effective portion of gains or losses on interest rate exchange agreements is reported in accumulated other comprehensive income in shareholders' equity and reclassified into net income in the same period or periods in which the hedged transaction affects net income. The remaining gain or loss in excess of the cumulative change in the present value of future cash flows or the hedged item, if any, is recognized into net income during the period of change.

Fair values relating to derivative financial instruments reflect the estimated amounts that the Company would receive or pay to sell or buy the contracts based on quoted market prices of comparable contracts at each balance sheet date.

At June 30, 2010, the Company had three interest rate exchange agreements. The first interest rate exchange agreement, expiring in January 2011, effectively converted $250.0 million of floating−rate debt into fixed−rate debt at an interest rate of 3.25%. The second interest rate exchange agreement, expiring in December 2011, with a current notional amount of $90.0 million, effectively converted $100.0 million of floating−rate debt into fixed−rate debt at an interest rate of 4.00%. The fixed rate consists of the fixed rate on the interest rate exchange agreements and the Company's current margin of 40 basis points for the Credit Facility and 80 basis points on the Term Loan. The forward setting interest rate contract currently has a notional amount of $300.0 million and an effective date of December 8, 2010. The Company will pay fixed interest and will receive floating rate interest based on LIBOR on the effective date of December 8, 2010. This instrument was entered into in anticipation of the expected issuance of $300.0 million of new debt during the fourth quarter of 2010 and was designed to lock in the current market interest rate as of April 15, 2010.

Based on interest rates at June 30, 2010, approximately $7.0 million of the amount included in accumulated other comprehensive income in shareholders' equity at June 30, 2010 will be recognized to net income over the next 12 months as the underlying hedged transactions are realized.

At June 30, 2010, the Company had foreign currency exchange contracts with an aggregate notional amount of $5.5 million to manage its exposure to fluctuations in foreign currency exchange rates. The change in fair market value of these contracts for the six months ended June 30, 2010 was immaterial.

The following table sets forth the fair value amounts of derivative instruments held by the Company as of June 30, 2010 and December 31, 2009:

	Fair Value−Liabilities		
	June 30, 2010	December 31, 2009	Balance Sheet Caption
	(In thousands)		
Forward setting interest rate contract	$ 26,446	$ —	Accrued expenses
Interest rate exchange agreements	6,022	10,497	Other noncurrent liabilities
Foreign exchange contracts	3	—	Accrued expenses

The following table summarizes the net change recognized and the amounts and location of income (expense) and gain (loss) reclassified into income for interest rate contracts and foreign currency contracts as of June 30, 2010 and 2009:

	Gain (Loss) Recognized in Other Comprehensive Income		Expense and Gain Reclassified into Income		
	Three Months Ended June 30,				Income
	2010	2009	2010	2009	Statement Caption
	(In thousands)				
Interest rate agreements	$ (26,871)	$ 1,580	$ (2,279)	$ (1,917)	Interest expense
Foreign exchange contracts	2	450	—	133	Sales

	Gain (Loss) Recognized in Other Comprehensive Income		Expense and Gain Reclassified into Income		
	Six Months Ended June 30,				Income
	2010	2009	2010	2009	Statement Caption
	(In thousands)				
Interest rate agreements	$ (26,755)	$ (192)	$ (4,605)	$ (3,609)	Interest expense
Foreign exchange contracts	2	381	—	53	Sales

12. Fair Value Measurements

ASC 820 “Fair Value Measurements and Disclosures” defines fair value, provides guidance for measuring fair value and requires certain disclosures. This standard discusses valuation techniques, such as the market approach (comparable market prices), the income approach (present value of future income or cash flow), and the cost approach (cost to replace the service capacity of an asset or replacement cost). The standard utilizes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. The following is a brief description of those three levels:

- Level 1: Observable inputs such as quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs, other than quoted prices that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets or liabilities in markets that are not active.
- Level 3: Unobservable inputs that reflect the reporting entity’s own assumptions.

IDEX CORPORATION AND SUBSIDIARIES

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS — (Continued)

The following table summarizes the basis used to measure the Company's financial assets and liabilities at fair value on a recurring basis in the balance sheet at June 30, 2010 and December 31, 2009:

	Basis of Fair Value Measurements			
	Balance at June 30, 2010	Level 1	Level 2	Level 3
	(In thousands)			
Money market investment	$ 47,051	$ 47,051	—	—
Interest rate agreements	$ 32,468	—	$ 32,468	—
Foreign currency contracts	$ 3	—	$ 3	—

	Basis of Fair Value Measurements			
	Balance at December 31, 2009	Level 1	Level 2	Level 3
	(In thousands)			
Money market investment	$ 9,186	$ 9,186	—	—
Interest rate agreements	$ 10,497	—	$ 10,497	—

There were no transfers of assets or liabilities between Level 1 and Level 2 during the first six months of 2010.

In determining the fair value of the Company's interest rate exchange agreement derivatives, the Company uses a present value of expected cash flows based on market observable interest rate yield curves commensurate with the term of each instrument and the credit default swap market to reflect the credit risk of either the Company or the counterparty.

The carrying value of our cash and cash equivalents, accounts receivable, accounts payable and accrued expenses approximates their fair values because of the short term nature of these instruments. At June 30, 2010, the fair value of our Credit Facility, Term Loan and Senior Notes, based on the current market rates for debt with similar credit risk and maturity, was approximately $455.4 million compared to the carrying value of $464.5 million.

13. Common and Preferred Stock

At June 30, 2010 and December 31, 2009, the Company had 150 million shares of authorized common stock, with a par value of $.01 per share and 5 million shares of preferred stock with a par value of $.01 per share. No preferred stock was issued as of June 30, 2010 and December 31, 2009.

14. Share−Based Compensation

During the six months ending June 30, 2010, the Company granted approximately 0.9 million stock options and 0.3 million unvested shares, respectively. During the six months ending June 30, 2009, the Company granted approximately 1.2 million stock options and 0.3 million unvested shares, respectively.

Total compensation cost for stock options is as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
	(In thousands)			
Cost of goods sold	$ 271	$ 214	$ 529	$ 538
Selling, general and administrative expenses	1,906	1,407	3,863	3,654
Total expense before income taxes	2,177	1,621	4,392	4,192
Income tax benefit	(713)	(515)	(1,413)	(1,358)
Total expense after income taxes	$ 1,464	$ 1,106	$ 2,979	$ 2,834

Total compensation cost for unvested shares is as follows:

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009
	(In thousands)			
Cost of goods sold	$ 138	$ 62	$ 265	$ 124
Selling, general and administrative expenses	2,267	1,743	4,673	4,655
Total expense before income taxes	2,405	1,805	4,938	4,779
Income tax benefit	(483)	(311)	(1,050)	(783)
Total expense after income taxes	$ 1,922	$ 1,494	$ 3,888	$ 3,996

Classification of stock compensation cost within the Consolidated Statements of Operations is consistent with classification of cash compensation for the same employees and $0.1 million of compensation cost was capitalized as part of inventory.

As of June 30, 2010, there was $13.7 million of total unrecognized compensation cost related to stock options that is expected to be recognized over a weighted−average period of 1.5 years, and $14.2 million of total unrecognized compensation cost related to unvested shares that is expected to be recognized over a weighted−average period of 1.1 years.

15. Retirement Benefits

The Company sponsors several qualified and nonqualified defined benefit and defined contribution pension plans and other postretirement plans for its employees. The following tables provide the components of net periodic benefit cost for its major defined benefit plans and its other postretirement plans.

	Pension Benefits			
	Three Months Ended June 30,			
	2010		2009	
	U.S.	Non−U.S.	U.S.	Non−U.S.
	(In thousands)			
Service cost	$ 469	$ 173	$ 351	$ 203
Interest cost	1,139	519	1,079	520
Expected return on plan assets	(1,108)	(80)	(840)	(193)
Net amortization	1,127	72	1,218	91
Net periodic benefit cost	$ 1,627	$ 684	$ 1,808	$ 621

	Pension Benefits			
	Six Months Ended June 30,			
	2010		2009	
	U.S.	Non−U.S.	U.S.	Non−U.S.
	(In thousands)			
Service cost	$ 938	$ 357	$ 776	$ 395
Interest cost	2,279	1,071	2,188	1,013
Expected return on plan assets	(2,216)	(163)	(1,753)	(372)
Net amortization	2,254	148	2,436	177
Net periodic benefit cost	$ 3,255	$ 1,413	$ 3,647	$ 1,213

IDEX CORPORATION AND SUBSIDIARIES

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS — (Continued)

	Other Postretirement Benefits			
	Three Months Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
	(In thousands)			
Service cost	$ 130	$ 146	$ 260	$ 292
Interest cost	260	337	519	674
Net amortization	(76)	12	(175)	24
Net periodic benefit cost	$ 314	$ 495	$ 604	$ 990

The Company previously disclosed in its financial statements for the year ended December 31, 2009, that it expected to contribute approximately $4.7 million to these pension plans and $1.0 million to its other postretirement benefit plans in 2010. As of June 30, 2010, $2.3 million of contributions have been made to the pension plans and $0.5 million have been made to its other postretirement benefit plans. The Company presently anticipates contributing up to an additional $2.9 million in 2010 to fund these pension plans and other postretirement benefit plans.

In March of 2010 the United States enacted two new laws relating to healthcare. The enactment of the Patient Protection and Affordable Care Act and the Health Care and Education Reconciliation Act of 2010 has resulted in comprehensive health care reform. The Company is currently evaluating the requirements and effect of this new legislation and does not expect it to have a material impact on the consolidated financial position, results of operations or cash flows of the Company.

16. Legal Proceedings

The Company is party to various legal proceedings arising in the ordinary course of business, none of which are expected to have a material adverse effect on its business, financial condition, results of operations or cash flows.

17. Income Taxes

The Company’s provision for income taxes is based upon estimated annual tax rates for the year applied to federal, state and foreign income. The provision for income taxes increased to $19.0 million in the second quarter of 2010 from $14.0 million in the second quarter of 2009. The effective tax rate decreased to 32.0% for the second quarter of 2010 compared to 33.4% in the second quarter of 2009 due to the mix of global pre−tax income among jurisdictions.

The provision for income taxes increased to $37.1 million in the first six months of 2010 from $25.5 million in the same period of 2009. The effective tax rate decreased to 32.5% for the first six months of 2010 compared to 33.6% in the same period of 2009 due to the mix of global pre−tax income among jurisdictions.

The Company and its subsidiaries file income tax returns in the U.S. federal jurisdiction, and various state and foreign jurisdictions. Due to the potential for resolution of federal, state and foreign examinations, and the expiration of various statutes of limitation, it is reasonably possible that the Company’s gross unrecognized tax benefits balance may change within the next twelve months by a range of zero to $0.6 million.

18. Subsequent Events

On July 21, 2010, the Company acquired OBL, S.r.l. (“OBL”) for cash consideration of approximately $16.8 million (€13.1 million). OBL, a leading provider of mechanical and hydraulic diaphragm pumps, provides polymer blending systems and related accessories for a diverse range of global industries, including water, waste water, oil and gas, petro−chemical and power generation markets. Headquartered in Milan, Italy, with annual revenues of approximately $10.9 million (€8.5 million), OBL will operate within IDEX’s Fluid and Metering Technologies segment as part of the Water and Waste Water Group of Companies.

Item 2. ***Management's Discussion and Analysis of Financial Condition and Results of Operations.***

Cautionary Statement Under the Private Securities Litigation Reform Act

The "Historical Overview" and the "Liquidity and Capital Resources" sections of this management's discussion and analysis of our financial condition and results of operations contain forward−looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Exchange Act of 1934, as amended. These statements may relate to, among other things, operating results and are indicated by words or phrases such as "expects," "should," "will," and similar words or phrases. These statements are subject to inherent uncertainties and risks that could cause actual results to differ materially from those anticipated at the date of this filing. The risks and uncertainties include, but are not limited to, IDEX Corporation's ("IDEX" or the "Company") ability to integrate and operate acquired businesses on a profitable basis and other risks and uncertainties identified under the heading "Risk Factors" included in item 1A of the Company's Annual Report on Form 10−K for the year ended December 31, 2009 and information contained in subsequent periodic reports filed by IDEX with the Securities and Exchange Commission. Investors are cautioned not to rely unduly on forward−looking statements when evaluating the information presented here.

Historical Overview

IDEX Corporation is an applied solutions company specializing in fluid and metering technologies, health and science technologies, dispensing equipment, and fire, safety and other diversified products built to its customers' specifications. Our products are sold in niche markets to a wide range of industries throughout the world. Accordingly, our businesses are affected by levels of industrial activity and economic conditions in the U.S. and in other countries where we do business and by the relationship of the U.S. dollar to other currencies. Levels of capacity utilization and capital spending in certain industries and overall industrial activity are among the factors that influence the demand for our products.

The Company consists of four reportable segments: Fluid & Metering Technologies, Health & Science Technologies, Dispensing Equipment and Fire & Safety/Diversified Products.

The Fluid & Metering Technologies Segment designs, produces and distributes positive displacement pumps, flow meters, injectors, and other fluid−handling pump modules and systems and provides flow monitoring and other services for water and wastewater. The Health & Science Technologies Segment designs, produces and distributes a wide range of precision fluidics solutions, including very high precision, low−flow rate pumping solutions required in analytical instrumentation, clinical diagnostics and drug discovery, high performance molded and extruded biocompatible medical devices and implantables, air compressors used in medical, dental and industrial applications, and precision gear and peristaltic pump technologies that meet exacting OEM specifications. The Dispensing Equipment Segment produces precision equipment for dispensing, metering and mixing colorants, paints, and hair colorants and other personal care products used in a variety of retail and commercial businesses around the world. The Fire & Safety/Diversified Products Segment produces firefighting pumps and controls, rescue tools, lifting bags and other components and systems for the fire and rescue industry, and engineered stainless steel banding and clamping devices used in a variety of industrial and commercial applications

Results of Operations

The following is a discussion and analysis of our financial position and results of operations for the periods ended June 30, 2010 and 2009. For purposes of this discussion and analysis section, reference is made to the table below and the Company's Condensed Consolidated Statements of Operations included in Item 1.

Performance in the Three Months Ended June 30, 2010 Compared with the Same Period of 2009

Sales in the three months ended June 30, 2010 were $378.5 million, a 13% increase from the comparable period last year. This increase reflects a 11% increase in organic sales and 3% from acquisition (Seals — April 2010), partially offset by 1% from unfavorable foreign currency translation. Sales to international customers represented approximately 48% of total sales in the current period compared to 44% in the same period in 2009.

For the second quarter of 2010, Fluid & Metering Technologies contributed 46 percent of sales and 41 percent of operating income; Health & Science Technologies accounted for 26 percent of sales and 27 percent of operating income; Dispensing Equipment accounted for 11 percent of sales and 13 percent of operating income; and Fire & Safety/Diversified Products represented 17 percent of sales and 19 percent of operating income.

Fluid & Metering Technologies sales of $174.5 million for the three months ended June 30, 2010 increased $17.5 million, or 11% compared with 2009, reflecting a 12% increase in organic growth and 1% unfavorable foreign currency translation. The increase in organic growth was driven by strong global growth in chemical and water and waste water markets. In the second quarter of 2010, organic sales increased approximately 11% domestically and 12% internationally. Organic business sales to customers outside the U.S. were approximately 45% of total segment sales during the second quarter of 2010 and 40% in 2009.

Health & Science Technologies sales of $100.5 million increased $26.7 million, or 36% in the second quarter of 2010 compared with 2009. This reflects a 26% increase in organic growth and 11% from acquisition (Seals — April 2010), partially offset by 1% from unfavorable foreign currency translation. The increase in organic growth reflects market strength across all Health & Science Technologies products. In the second quarter of 2010, organic sales increased 21% domestically and 34% internationally. Organic business sales to customers outside the U.S. were approximately 40% of total segment sales in the second quarter of 2010, compared to 35% in 2009.

Dispensing Equipment sales of $41.1 million decreased $4.5 million, or 10% in the second quarter of 2010 compared with 2009. This decrease reflects 8% from organic sales and 2% from unfavorable foreign currency translation. The decrease in organic growth is due to continued market softness in North America and Europe. In the second quarter of 2010, organic sales decreased 31% domestically, primarily due to a large replenishment project recorded in the second quarter of 2009, and increased 14% internationally. Organic sales to customers outside the U.S. were approximately 65% of total segment sales in the second quarter of 2010, compared with 56% in the comparable quarter of 2009.

Fire & Safety/Diversified Products sales of $64.0 million increased $1.9 million, or 3% in the second quarter of 2010 compared with 2009. This change reflects a 5% increase in organic business volume, partially offset by 2% unfavorable foreign currency translation. The change in organic business reflects strength in rescue equipment and engineered band clamping systems, partially offset by weakness in fire suppression. In the second quarter of 2010, organic business sales decreased 5% domestically and increased 16% internationally. Organic sales to customers outside the U.S. were approximately 53% of total segment sales in the second quarter of 2010, compared to 52% in 2009.

	Three Months Ended June 30,[1]		Six Months Ended June 30,[1]	
	2010	2009	2010	2009
Fluid & Metering Technologies				
Net sales	$ 174,548	$ 157,000	$ 347,425	$ 314,018
Operating income[2]	30,234	22,936	62,374	45,554
Operating margin	17.3%	14.6%	18.0%	14.5%
Depreciation and amortization	$ 8,203	$ 8,566	$ 16,225	$ 16,335
Capital expenditures	6,063	3,315	9,671	5,872
Health & Science Technologies				
Net sales	$ 100,486	$ 73,816	$ 188,008	$ 148,004
Operating income[2]	20,436	10,757	38,988	20,607
Operating margin	20.3%	14.6%	20.7%	13.9%
Depreciation and amortization	$ 4,364	$ 3,200	$ 7,879	$ 6,713
Capital expenditures	2,300	652	3,764	1,914
Dispensing Equipment				
Net sales	$ 41,135	$ 45,658	$ 74,689	$ 78,531
Operating income[2]	9,712	9,514	16,351	13,493
Operating margin	23.6%	20.8%	21.9%	17.2%
Depreciation and amortization	$ 1,131	$ 886	$ 2,164	$ 1,670
Capital expenditures	459	340	642	558
Fire & Safety/Diversified Products				
Net sales	$ 63,991	$ 62,127	$ 127,392	$ 127,109
Operating income[2]	13,916	13,309	26,987	26,880
Operating margin	21.8%	21.4%	21.2%	21.2%
Depreciation and amortization	$ 1,346	$ 1,248	$ 2,798	$ 2,528
Capital expenditures	1,012	894	1,876	1,716
Company				
Net sales	$ 378,526	$ 336,455	$ 734,124	$ 663,068
Operating income[2]	62,780	46,735	120,673	85,896
Operating margin	16.6%	13.9%	16.4%	13.0%
Depreciation and amortization[3]	$ 15,369	$ 14,164	$ 29,653	$ 27,758
Capital expenditures	10,686	6,070	18,036	11,222

(1) Data includes acquisition of Seals (April 2010) in the Health & Science Technologies Group from the date of acquisition.

(2) Group operating income excludes unallocated corporate operating expenses.

(3) Excludes amortization of debt issuance expenses.

Gross profit of $154.8 million in the second quarter of 2010 increased $23.7 million, or 18% from 2009. Gross profit as a percent of sales was 40.9% in the second quarter of 2010 and 39.0% in 2009. The increase in gross margin primarily reflects higher volume and product mix.

Selling, general and administrative (“SG&A”) expenses increased to $91.0 million in the second quarter of 2010 from $81.1 million in 2009. The $9.9 million increase reflects approximately $7.9 million for volume related expenses and $2.0 million for incremental costs associated with the acquisition of Seals in April 2010. As a percent of sales, SG&A expenses were 24.0% for 2010 and 24.1% for 2009.

During the three months ended June 30, 2010, the Company recorded pre−tax restructuring expenses totaling $1.0 million, while $3.3 million was recorded for the same period in 2009. These restructuring expenses were mainly attributable to employee severance related to employee reductions across various functional areas and facility closures resulting from the Company's cost savings initiatives.

Operating income of $62.8 million and operating margins of 16.6% in the second quarter of 2010 were up from the $46.7 million and 13.9% recorded in 2009, primarily reflecting an increase in volume and cost reductions due to our restructuring initiatives. In the Fluid & Metering Technologies Segment, operating income of $30.2 million and operating margins of 17.3% in the second quarter of 2010 were up from the $22.9 million and 14.6% recorded in 2009 principally due to higher sales and cost reduction initiatives. In the Health & Science Technologies Segment, operating income of $20.4 million and operating margins of 20.3% in the second quarter of 2010 were up from the $10.8 million and 14.6% recorded in 2009 due to higher volume and cost reduction initiatives. In the Dispensing Equipment Segment, operating income of $9.7 million and operating margins of 23.6% in the second quarter of 2010 were up from the $9.5 million of operating income and 20.8% recorded in 2009, due to cost reduction initiatives and improved productivity. Operating income and operating margins in the Fire & Safety/Diversified Products Segment of $13.9 million and 21.8%, respectively, were slightly higher than the $13.3 million and 21.4% recorded in 2009.

Other income of $0.2 million in 2010 was favorable compared with the $0.4 million loss in 2009, due to favorable foreign currency translation.

Interest expense decreased to $3.6 million in 2010 from $4.4 million in 2009. The decrease was principally due to lower debt levels.

The provision for income taxes is based upon estimated annual tax rates for the year applied to federal, state and foreign income. The provision for income taxes increased to $19.0 million in the second quarter of 2010 compared to the second quarter of 2009, which was $14.0 million. The effective tax rate decreased to 32.0% for the second quarter of 2010 compared to 33.4% in the second quarter of 2009 due to the mix of global pre−tax income among jurisdictions.

Net income for the current quarter of $40.4 million increased from the $27.9 million earned in the second quarter of 2009. Diluted earnings per share in the second quarter of 2010 of $0.49 increased $0.15, or 43%, compared with the second quarter of 2009.

Performance in the Six Months Ended June 30, 2010 Compared with the Same Period of 2009

Sales in the six months ended June 30, 2010 were $734.1 million, an 11% increase from the comparable period last year. This increase reflects a 9% increase in organic sales, 1% from acquisition (Seals−April 2010) and 1% favorable foreign currency translation. Sales to international customers represented approximately 48% of total sales in the current period compared to 45% in the same period in 2009.

For the first six months of 2010, Fluid & Metering Technologies contributed 47 percent of sales and 43 percent of operating income; Health & Science Technologies accounted for 26 percent of sales and 27 percent of operating income; Dispensing Equipment accounted for 10 percent of sales and 11 percent of operating income; and Fire & Safety/Diversified Products represented 17 percent of sales and 19 percent of operating income.

Fluid & Metering Technologies sales of $347.4 million for the six months ended June 30, 2010 increased $33.4 million, or 11% compared with 2009, reflecting a 10% increase in organic growth and 1% favorable foreign currency translation. The increase in organic growth was driven by strong global growth across all Fluid & Metering markets. In the first six months of 2010, organic sales increased approximately 10% domestically and 9% internationally. Organic business sales to customers outside the U.S. were approximately 45% of total segment sales during the first six months of 2010 and 39% in 2009.

Health & Science Technologies sales of $188.0 million increased $40.0 million, or 27% in the first six months of 2010 compared with 2009. This reflects a 22% increase in organic growth and 5% from acquisition (Seals — April 2010). The increase in organic growth reflects market strength across all Health & Science Technologies products. In the first six months of 2010, organic sales increased 17% domestically and 30% internationally.

Organic business sales to customers outside the U.S. were approximately 40% of total segment sales in the first six months of 2010, compared to 37% in 2009.

Dispensing Equipment sales of $74.7 million decreased $3.8 million, or 5% in the first six months of 2010 compared with 2009. This reflects a 5% decrease in organic growth. The decrease in organic growth is due to continued market softness in North America and Europe. In the first six months of 2010, organic sales decreased 19% domestically and increased 5% internationally. Organic sales to customers outside the U.S. were approximately 63% of total segment sales in the first six months of 2010, compared with 60% in the comparable period of 2009.

Fire & Safety/Diversified Products sales of $127.4 million were flat in the first six months of 2010 compared with 2009. In the first six months of 2010, organic business sales decreased 6% domestically and increased 5% internationally. Organic sales to customers outside the U.S. were approximately 54% of total segment sales in the first six months of 2010, compared to 55% in 2009.

Gross profit of $302.4 million in the first six months of 2010 increased $48.1 million, or 19% from 2009. Gross profit as a percent of sales was 41.2% in the first six months of 2010 and 38.4% in 2009. The increase in gross margin primarily reflects higher volume and product mix.

SG&A expenses increased to $178.8 million in the first six months of 2010 from $162.9 million in 2009. The $15.9 million increase reflects approximately $13.9 million for volume related expenses and $2.0 million for incremental costs associated with the acquisition of Seals in April 2010. As a percent of sales, SG&A expenses were 24.4% for 2010 and 24.6% for 2009.

During the six months ended June 30, 2010, the Company recorded pre−tax restructuring expenses totaling $2.9 million, while $5.5 million was recorded for the same period in 2009. These restructuring expenses were mainly attributable to employee severance related to employee reductions across various functional areas and facility closures resulting from the Company’s cost savings initiatives.

Operating income of $120.7 million and operating margins of 16.4% in the first six months of 2010 were up from the $85.9 million and 13.0% recorded in 2009, primarily reflecting an increase in volume and cost reductions due to our restructuring initiatives. In the Fluid & Metering Technologies Segment, operating income of $62.4 million and operating margins of 18.0% in the first six months of 2010 were up from the $45.6 million and 14.5% recorded in 2009 principally due to higher sales and cost reduction initiatives. In the Health & Science Technologies Segment, operating income of $39.0 million and operating margins of 20.7% in the first six months of 2010 were up from the $20.6 million and 13.9% recorded in 2009 due to higher volume and cost reduction initiatives. In the Dispensing Equipment Segment, operating income of $16.4 million and operating margins of 21.9% in the first six months of 2010 were up from the $13.5 million and 17.2% recorded in 2009, due to cost reduction initiatives and improved productivity. Operating income and operating margin in the Fire & Safety/Diversified Products Segment of $27.0 million and 21.2% were flat compared to the same period in 2009.

Other income of $0.5 million in 2010 was favorable compared with the $0.6 million loss in 2009, primarily due to favorable foreign currency translation.

Interest expense decreased to $7.0 million in 2010 from $9.3 million in 2009. The decrease was principally due to lower debt levels.

The provision for income taxes is based upon estimated annual tax rates for the year applied to federal, state and foreign income. The provision for income taxes increased to $37.1 million for the first six months of 2010 compared to the same period in 2009, which was $25.5 million. The effective tax rate decreased to 32.5% for the first six months of 2010 compared to 33.6% in the same period of 2009 due to the mix of global pre−tax income among jurisdictions.

Net income for the current period of $77.0 million increased from the $50.5 million earned in the first six months of 2009. Diluted earnings per share in the first six months of 2010 of $0.94 increased $0.32, or 52%, compared with the first six months of 2009.

Liquidity and Capital Resources

At June 30, 2010, working capital was $339.9 million and our current ratio was 2.4 to 1. Cash flows from operating activities increased $22.8 million, or 31%, to $95.7 million in the first six months of 2010 mainly due to increased volume.

Cash flows provided by operations were more than adequate to fund capital expenditures of $17.5 million and $11.0 million in the first six months of 2010 and 2009, respectively. Capital expenditures were generally for machinery and equipment that improved productivity and tooling to support the global sourcing initiatives, although a portion was for business system technology and replacement of equipment and facilities. Management believes that the Company has ample capacity in its plants and equipment to meet expected needs for future growth in the intermediate term.

The Company acquired Seals in April 2010 for cash consideration of $51.3 million and the assumption of approximately $2.7 million in debt related items. The cash payment was financed by borrowings under the Company's credit facility.

The Company maintains a $600.0 million unsecured domestic, multi−currency bank revolving Credit Facility, which expires on December 21, 2011. At June 30, 2010 there was $275.6 million outstanding under the Credit Facility and outstanding letters of credit totaled approximately $7.1 million. The net available borrowing under the Credit Facility as of June 30, 2010, was approximately $317.3 million. Interest is payable quarterly on the outstanding borrowings at the bank agent's reference rate. Interest on borrowings based on LIBOR plus an applicable margin is payable on the maturity date of the borrowing, or quarterly from the effective date for borrowings exceeding three months. The applicable margin is based on the Company's senior, unsecured, long−term debt rating and can range from 24 basis points to 50 basis points. Based on the Company's BBB rating at June 30, 2010, the applicable margin was 40 basis points. An annual Credit Facility fee, also based on the Company's credit rating, is currently 10 basis points and is payable quarterly.

At June 30, 2010 the Company has one interest rate exchange agreement related to the Credit Facility. The interest rate exchange agreement, expiring in January 2011, effectively converted $250.0 million of floating−rate debt into fixed−rate debt at an interest rate of 3.25%. The fixed rate noted above consists of the fixed rate on the interest rate exchange agreement and the Company's current margin of 40 basis points on the Credit Facility.

On April 18, 2008, the Company completed a $100.0 million unsecured senior bank term loan agreement ("Term Loan"), with covenants consistent with the existing Credit Facility and a maturity on December 21, 2011. At June 30, 2010, there was $90.0 million outstanding under the Term Loan with $7.5 million included within short term borrowings. Interest under the Term Loan is based on the bank agent's reference rate or LIBOR plus an applicable margin and is payable at the end of the selected interest period, but at least quarterly. The applicable margin is based on the Company's senior, unsecured, long−term debt rating and can range from 45 to 100 basis points. Based on the Company's current debt rating, the applicable margin is 80 basis points. The Term Loan requires a repayment of $7.5 million in April 2011, with the remaining balance due on December 21, 2011. The Company used the proceeds from the Term Loan to pay down existing debt outstanding under the Credit Facility. At June 30, 2010 the Company has an interest rate exchange agreement related to the Term Loan that expires December 2011. With a current notional amount of $90.0 million, the agreement effectively converted $100.0 million of floating−rate debt into fixed−rate debt at an interest rate of 4.00%. The fixed rate consists of the fixed rate on the interest rate exchange agreement and the Company's current margin of 80 basis points on the Term Loan.

On April 15, 2010, the Company entered into a forward setting interest rate contract with a notional amount of $300.0 million and an effective date of December 8, 2010 whereby the Company will pay fixed interest and will receive floating rate interest based on LIBOR on the effective date of December 8, 2010. This instrument was entered into in anticipation of the expected issuance of $300.0 million of new debt during the fourth quarter of 2010 and was designed to lock in the current market interest rate as of April 15, 2010.

On June 9, 2010, the Company completed a private placement of €81.0 million ($96.8 million) aggregate principal amount of 2.58% Series 2010 Senior Notes due June 9, 2015 ("Senior Notes") pursuant to a Master Note Purchase Agreement, dated June 9, 2010 (the "Purchase Agreement"). The Purchase Agreement provides for the issuance of additional series of notes in the future. The Senior Notes bear interest at a rate of 2.58% per annum and will mature on June 9, 2015. The Senior Notes are unsecured obligations of the Company and rank pari passu in right of payment with all of the Company's other senior debt. The Company may at any time prepay all or any portion of the Senior Notes; provided that such portion is greater than 5% of the aggregate principal amount of the Senior Notes then outstanding under the Purchase Agreement. In the event of a prepayment, the Company will pay an amount equal to par plus accrued interest plus a make−whole premium. The Purchase Agreement contains certain covenants that restrict the Company's ability to, among other things, transfer or sell assets, create liens and engage in certain mergers or consolidations. In addition, the Company must comply with a leverage ratio and interest coverage ratio as set forth in the Purchase Agreement. The Purchase Agreement provides for customary events of default. In the case of an event of default arising from specified events of bankruptcy or insolvency, all outstanding Senior Notes will become due and payable immediately without further action or notice. In the case of payment events of defaults, any holder of the Senior Notes affected thereby may declare all the Senior Notes held by it due and payable immediately. In the case of any other event of default, a majority of the holders of the Senior Notes may declare all the Senior Notes to be due and payable immediately. The Company used a portion of the proceeds from the private placement to pay down existing debt outstanding under the Euro denominated Credit Facility, with the remainder being used for ongoing business activities.

We believe for the next 12 months that cash flow from operations and our availability under the Credit Facility will be sufficient to meet our operating requirements, interest on all borrowings, required debt repayments, any authorized share repurchases, planned capital expenditures, and annual dividend payments to holders of common stock. In the event that suitable businesses are available for acquisition upon terms acceptable to the Board of Directors, we may obtain all or a portion of the financing for the acquisitions through the incurrence of additional long−term borrowings.

Item 3. *Quantitative and Qualitative Disclosures About Market Risk.*

The Company is subject to market risk associated with changes in foreign currency exchange rates and interest rates. We may, from time to time, enter into foreign currency forward contracts and interest rate swaps on our debt when we believe there is a financial advantage in doing so. A treasury risk management policy, adopted by the Board of Directors, describes the procedures and controls over derivative financial and commodity instruments, including foreign currency forward contracts and interest rate swaps. Under the policy, we do not use derivative financial or commodity instruments for trading purposes, and the use of these instruments is subject to strict approvals by senior officers. Typically, the use of derivative instruments is limited to foreign currency forward contracts and interest rate swaps on the Company's outstanding long−term debt. The Company's exposure related to derivative instruments is, in the aggregate, not material to its financial position, results of operations or cash flows.

The Company's foreign currency exchange rate risk is limited principally to the Euro, British Pound, Canadian Dollar and Chinese Renminbi. We manage our foreign exchange risk principally through invoicing our customers in the same currency as the source of our products. The effect of transaction gains and losses is reported within "Other income (expense)−net" on the Condensed Consolidated Statements of Operations.

The Company's interest rate exposure is primarily related to the $470.4 million of total debt outstanding at June 30, 2010. The majority of the debt is priced at interest rates that float with the market. In order to mitigate this interest exposure, the Company entered into interest rate exchange agreements that effectively converted $340.0 million of our floating−rate debt outstanding at June 30, 2010 to a fixed−rate. A 50−basis point movement in the interest rate on the remaining $130.4 million floating−rate debt would result in an approximate $0.7 million annualized increase or decrease in interest expense and cash flows.

Item 4. *Controls and Procedures.*

The Company maintains disclosure controls and procedures that are designed to ensure that information required to be disclosed in the Company's Exchange Act reports is recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms, and that such information is accumulated and communicated to the Company's management, including its Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosure. In designing and evaluating the disclosure controls and procedures, management recognized that any controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives, and management is required to apply its judgment in evaluating the cost−benefit relationship of possible controls and procedures.

As required by SEC Rule 13a−15(b), the Company carried out an evaluation, under the supervision and with the participation of the Company’s management, including the Company’s Chief Executive Officer and the Company’s Chief Financial Officer, of the effectiveness of the design and operation of the Company’s disclosure controls and procedures as of the end of the period covered by this report. Based on the foregoing, the Company’s Chief Executive Officer and Chief Financial Officer concluded that the Company’s disclosure controls and procedures were effective to accomplish their objectives at the reasonable assurance level.

There has been no change in the Company’s internal controls over financial reporting during the Company’s most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Company’s internal controls over financial reporting.

During the first six months of 2010, the Company implemented a new ERP system at one of our larger business units. The Company believes that effective internal control over financial reporting was maintained during and after this conversion.

PART II. OTHER INFORMATION

Item 1. *Legal Proceedings.*

The Company and six of its subsidiaries are presently named as defendants in a number of lawsuits claiming various asbestos−related personal injuries, allegedly as a result of exposure to products manufactured with components that contained asbestos. Such components were acquired from third party suppliers, and were not manufactured by any of the subsidiaries. To date, the majority of the Company’s settlements and legal costs, except for costs of coordination, administration, insurance investigation and a portion of defense costs, have been covered in full by insurance subject to applicable deductibles. However, the Company cannot predict whether and to what extent insurance will be available to continue to cover such settlements and legal costs, or how insurers may respond to claims that are tendered to them.

Claims have been filed in jurisdictions throughout the United States. Most of the claims resolved to date have been dismissed without payment. The balance have been settled for various insignificant amounts. Only one case has been tried, resulting in a verdict for the Company’s business unit.

No provision has been made in the financial statements of the Company, other than for insurance deductibles in the ordinary course, and the Company does not currently believe the asbestos−related claims will have a material adverse effect on the Company’s business, financial position, results of operations or cash flow.

The Company is also party to various other legal proceedings arising in the ordinary course of business, none of which is expected to have a material adverse effect on its business, financial condition, results of operations or cash flow.

Item 2. ***Unregistered Sales of Equity Securities and Use of Proceeds.***

Period	Total Number of Shares Purchased	Average Price Paid per Share	Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs(1)	Maximum Dollar Value that May Yet be Purchased Under the Plans or Programs(1)
April 1, 2010 to April 30, 2010	—	—	—	$ 75,000,020
May 1, 2010 to May 31, 2010	—	—	—	$ 75,000,020
June 1, 2010 to June 30, 2010	—	—	—	$ 75,000,020
Total	—	—	—	$ 75,000,020

(1) On April 21, 2008, IDEX's Board of Directors authorized the repurchase of up to $125.0 million of its outstanding common shares either in the open market or through private transactions.

Item 5. ***Other Information.***

There has been no material change to the procedures by which security holders may recommend nominees to the Company's board.

Item 6. ***Exhibits.***

The exhibits listed in the accompanying "Exhibit Index" are filed as part of this report.

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 thereunto duly authorized.

IDEX Corporation
/s/ Dominic A. Romeo
Dominic A. Romeo
Vice President and Chief Financial Officer
(duly authorized principal financial officer)

/s/ Michael J. Yates
Michael J. Yates
Vice President and Chief Accounting Officer
(duly authorized principal accounting officer)

August 5, 2010

EXHIBIT INDEX

Exhibit Number	Description
3.1	Restated Certificate of Incorporation of IDEX Corporation (formerly HI, Inc.) (incorporated by reference to Exhibit No. 3.1 to the Registration Statement on Form S−1 of IDEX, et al., Registration No. 33−21205, as filed on April 21, 1988)
3.1(a)	Amendment to Restated Certificate of Incorporation of IDEX Corporation (formerly HI, Inc.), (incorporated by reference to Exhibit No. 3.1(a) to the Quarterly Report of IDEX on Form 10−Q for the quarter ended March 31, 1996, Commission File No. 1−10235)
3.1(b)	Amendment to Restated Certificate of Incorporation of IDEX Corporation (incorporated by reference to Exhibit No. 3.1(b) to the Current Report of IDEX on Form 8−K dated March 24, 2005, Commission File No. 1−10235)
3.2	Amended and Restated By−Laws of IDEX Corporation (incorporated by reference to Exhibit No. 3.2 to Post−Effective Amendment No. 2 to the Registration Statement on Form S−1 of IDEX, et al., Registration No. 33−21205, as filed on July 17, 1989)
3.2(a)	Amended and Restated Article III, Section 13 of the Amended and Restated By−Laws of IDEX Corporation (incorporated by reference to Exhibit No. 3.2(a) to Post−Effective Amendment No. 3 to the Registration Statement on Form S−1 of IDEX, et al., Registration No. 33−21205, as filed on February 12, 1990)
4.1	Restated Certificate of Incorporation and By−Laws of IDEX Corporation (filed as Exhibits No. 3.1 through 3.2(a))
4.2	Specimen Certificate of Common Stock of IDEX Corporation (incorporated by reference to Exhibit No. 4.3 to the Registration Statement on Form S−2 of IDEX, et al., Registration No. 33−42208, as filed on September 16, 1991)
4.3	Credit Agreement, dated as of December 21, 2006, among IDEX Corporation, Bank of America N.A. as Agent and Issuing Bank, and the other financial institutions party hereto (incorporated by reference to Exhibit No. 10.1 to the Current Report of IDEX on Form 8−K dated December 22, 2006, Commission File No. 1−10235)
4.3(a)	Amendment No. 2 to Credit Agreement, dated as of September 29, 2008, among IDEX Corporation, Bank of America N.A. as Agent and Issuing Bank, and the other financial institutions party hereto (incorporated by reference to Exhibit No. 4.3(a) to the Quarterly Report of IDEX on Form 10−Q for the quarter ended September 30, 2008, Commission File No. 1−10235)
4.4	Term Loan Agreement, dated April 18, 2008, among IDEX Corporation, Bank of America N.A. as Agent, and the other financial institutions party hereto (incorporated by reference to Exhibit No. 10.1 to the Current Report of IDEX on Form 8−K dated April 18, 2008, Commission File No. 1−10235)
*31.1	Certification of Chief Executive Officer Pursuant to Rule 13a−14(a) or Rule 15d−14(a)
*31.2	Certification of Chief Financial Officer Pursuant to Rule 13a−14(a) or Rule 15d−14(a)
*32.1	Certification pursuant to Section 1350 of Chapter 63 of Title 18 of the United States Code
*32.2	Certification pursuant to Section 1350 of Chapter 63 of Title 18 of the United States Code

* Filed herewith

Exhibit 31.1

Certification of Chief Executive Officer Pursuant to Section 302 of the Sarbanes−Oxley Act of 2002

I, Lawrence D. Kingsley, certify that:

1. I have reviewed this quarterly report on Form 10−Q of IDEX Corporation;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant’s other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a−15(e) and 15d−15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a−15(f) and 15d−15(f)) for the registrant and we have:

a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

c) Evaluated the effectiveness of the registrant’s disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

d) Disclosed in this report any change in the registrant’s internal control over financial reporting that occurred during the registrant’s most recent fiscal quarter (the registrant’s fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant’s internal control over financial reporting; and

5. The registrant’s other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant’s auditors and the audit committee of the registrant’s board of directors (or persons performing the equivalent functions):

a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant’s ability to record, process, summarize and report financial information; and

b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant’s internal control over financial reporting.

August 5, 2010

/s/ Lawrence D. Kingsley

Lawrence D. Kingsley
Chairman and Chief Executive Officer

Exhibit 31.2

Certification of Chief Financial Officer Pursuant to Section 302 of the Sarbanes−Oxley Act of 2002

I, Dominic A. Romeo, certify that:

1. I have reviewed this quarterly report on Form 10−Q of IDEX Corporation;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a−15(e) and 15d−15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a−15(f) and 15d−15(f)) for the registrant and we have:

   a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

   b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

   c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

   d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

   a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

   b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

August 5, 2010

/s/ Dominic A. Romeo

Dominic A. Romeo
Vice President and Chief Financial Officer

Exhibit 32.1

Certification of Chief Executive Officer

Pursuant to 18 U.S.C. § 1350, as created by Section 906 of the Sarbanes−Oxley Act of 2002, the undersigned officer of IDEX Corporation (the "Company") hereby certifies, to such officer's knowledge, that:

(i) the accompanying Quarterly Report on Form 10−Q of the Company for the quarterly period ended June 30, 2010 (the "Report") fully complies with the requirements of Section 13(a) or Section 15(d), as applicable, of the Securities Exchange Act of 1934, as amended; and

(ii) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 5, 2010

/s/ Lawrence D. Kingsley

Lawrence D. Kingsley
Chairman and Chief Executive Officer

Exhibit 32.2

Certification of Chief Financial Officer

Pursuant to 18 U.S.C. § 1350, as created by Section 906 of the Sarbanes−Oxley Act of 2002, the undersigned officer of IDEX Corporation (the "Company") hereby certifies, to such officer's knowledge, that:

(i) the accompanying Quarterly Report on Form 10−Q of the Company for the quarterly period ended June 30, 2010 (the "Report") fully complies with the requirements of Section 13(a) or Section 15(d), as applicable, of the Securities Exchange Act of 1934, as amended; and

(ii) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 5, 2010	/s/ Dominic A. Romeo
	Dominic A. Romeo *Vice President and Chief Financial Officer*