SECURITIES and EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

Quarterly Report Pursuant to Section 13 or 15(d) of the
Securities and Exchange Act of 1934

FOR THE QUARTER ENDED JUNE 30, 2001

Commission File Number 1-134

CURTISS-WRIGHT CORPORATION
(Exact name of Registrant as specified in its charter)

Delaware	13-0612970
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

1200 Wall Street West Lyndhurst, New Jersey	07071
(Address of principal executive offices)	(Zip Code)

(201) 896-8400
(Registrant's telephone number, including area code)

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 and (2) has been subject to such filing requirements for
the past 90 days.

Yes X No

Indicate the number of shares outstanding of each of the issuer's classes of
common stock, as of the latest practicable date.

Common Stock, par value $1.00 per share: 10,071,840 shares (as of July 13, 2001)

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES

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CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In thousands)

	(UNAUDITED) June 30, 2001	December 31, 2000
Assets		
Current Assets:		
Cash and cash equivalents	$ 13,288	$ 8,692
Short-term investments	53,866	62,766
Receivables, net	73,492	67,815
Inventories, net	49,462	50,002
Deferred income taxes	9,529	9,378
Other current assets	3,924	3,419
Total current assets	203,561	202,072
Property, plant and equipment, at cost	251,797	246,896
Less: Accumulated depreciation	160,070	156,443
Property, plant and equipment, net	91,727	90,453
Prepaid pension costs	64,447	59,765
Goodwill	46,370	47,543
Other assets	9,038	9,583
Total Assets	$ 415,143	$409,416
Liabilities		
Current Liabilities:		
Current portion of long-term debt	$ 0	$ 5,347
Dividends payable	1,302	0
Accounts payable	13,490	13,766
Accrued expenses	15,769	19,389
Income taxes payable	4,519	4,157
Other current liabilities	7,387	9,634
Total current liabilities	42,467	52,293
Long-term debt	21,208	24,730
Deferred income taxes	24,567	21,689
Other liabilities	22,097	20,480
Total Liabilities	110,339	119,192
Stockholders' Equity		
Common stock, $1 par value	15,000	15,000
Capital surplus	50,360	51,506
Retained earnings	428,937	411,866
Unearned portion of restricted stock	(14)	(22)
Accumulated other comprehensive income	(9,216)	(5,626)
	485,067	472,724
Less: Cost of treasury stock	180,263	182,500
Total Stockholders' Equity	304,804	290,224
Total Liabilities and Stockholders' Equity	$ 415,143	$409,416

See notes to consolidated financial statements.

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
CONSOLIDATED STATEMENTS OF EARNINGS
(UNAUDITED)
(In thousands except per share data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2001	2000 (1)	2001	2000 (1)
Net sales	$86,604	$83,050	$166,521	$165,287
Cost of sales	53,767	52,579	103,673	105,887
Gross profit	32,837	30,471	62,848	59,400
Research & development costs	1,025	867	1,922	1,599
Selling expenses	4,487	4,932	9,080	9,688
General and administrative expenses	14,134	12,542	27,472	23,777
Environmental expenses (recoveries), net	125	(1,899)	43	(1,782)
Operating income	13,066	14,029	24,331	26,118
Investment income, net	650	514	1,493	1,019
Rental income, net	1,111	890	1,854	2,050
Pension income, net	2,343	2,341	4,687	4,085
Other income (expenses), net	128	(75)	(39)	(107)
Interest expense	(396)	(396)	(645)	(772)
Earnings before income taxes	16,902	17,303	31,681	32,393
Provision for income taxes	6,437	6,659	11,997	12,520
Net earnings	$10,465	$10,644	$ 19,684	$ 19,873
Basic earnings per common share	$1.04	$1.06	$1.96	$1.98

Diluted earnings per common share	$1.02	$1.05	$1.92	$1.96
Dividends per common share	$0.13	$0.13	$0.26	$0.26
Weighted average shares outstanding:				
Basic	10,059	10,017	10,049	10,017
Diluted	10,269	10,114	10,259	10,114

See notes to consolidated financial statements.

(1) Certain prior year information has been reclassified to conform to current presentation.

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(UNAUDITED)
(In thousands)

	Six Months Ended June 30, 2001	2000 (1)
Cash flows from operating activities:		
Net earnings	$ 19,684	$19,873
Adjustments to reconcile net earnings to net cash provided by operating activities (net of businesses acquired):		
Depreciation and amortization	7,460	7,114
Net gains on short-term investments	(50)	(66)
Net gain on sale of asset	(26)	0
Non-cash pension income	(4,687)	(4,085)
Increase in deferred taxes, net	2,727	4,080
Changes in operating assets and liabilities:		
Proceeds from sales of trading securities	160,389	80,946
Purchases of trading securities	(151,439)	(92,543)
(Increase) decrease in receivables	(5,992)	3,596
Decrease in inventories	1,760	976
Increase in progress payments	767	696
Decrease in accounts payable and accrued expenses	(5,712)	(247)
Increase (decrease) in income taxes payable	362	(2,179)
(Increase) decrease in other assets	(331)	1,113
Decrease in other liabilities	(2,104)	(7,701)
Other, net	8	52
Total adjustments	3,132	(8,248)
Net cash provided by operating activities	22,816	11,625
Cash flows from investing activities:		

Proceeds from sales of property, plant and equipment	468	613
Additions to property, plant and equipment	(6,262)	(3,265)
Acquisition of new business	(1,525)	0
	----------	--------
Net cash used in investing activities	(7,319)	(2,652)
	----------	--------
Cash flows from financing activities:		
Debt repayments	(7,751)	(5,782)
Dividends Paid	(1,305)	(1,305)
Proceeds from the exercise of stock options	1,094	196
Common stock repurchases	(3)	(1,489)
	----------	---------
Net cash used in financing activities	(7,965)	(8,380)
	----------	---------
Effect of foreign exchange rate changes	(2,936)	(1,195)
	----------	---------
Net increase (decrease) in cash and cash equivalents	4,596	(602)
Cash and cash equivalents at beginning of period	8,692	9,547
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Cash and cash equivalents at end of period	$ 13,288	$ 8,945
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See notes to consolidated financial statements.

(1) Certain prior year information has been reclassified to conform to current presentation.

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY
(UNAUDITED)
(In thousands)

	Common Stock	Capital Surplus	Retained Earnings	Unearned Portion of Restricted Stock	Accumulated Other Comprehensive Income	Treasury Stock
December 31, 1999	$15,000	$51,599	$376,006	($24)	($2,622)	$181,604
Net earnings			41,074			
Common dividends			(5,214)			
Restricted Stock Issued		1		(15)		(14)
Common stock repurchased						1,489
Stock options exercised, net		(94)				(579)
Amortization of earned portion of restricted stock				17		
Translation adjustments, net					(3,004)	
December 31, 2000	15,000	51,506	411,866	(22)	(5,626)	182,500
Net earnings			19,684			
Common dividends			(2,613)			
Restricted Stock Issued						
Common stock issued						
Common stock repurchased						3
Stock options exercised, net		(1,146)				(2,240)
Amortization of earned portion of restricted stock				8		
Translation adjustments, net					(3,590)	
June 30, 2001	$15,000	$50,360	$428,937	($14)	($9,216)	$180,263

See notes to consolidated financial statements.

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
NOTES to CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)

1. BASIS OF PRESENTATION

Curtiss-Wright Corporation and its subsidiaries (the "Corporation") is a diversified multi-national manufacturing and service concern that designs, manufactures and repairs precision components and systems and provides highly engineered services to the aerospace, ground defense, automotive, shipbuilding, oil, petrochemical, agricultural equipment, railroad, power generation, metalworking and fire & rescue industries. Operations are conducted through nine manufacturing facilities, thirty-nine metal treatment service facilities and four component repair locations.

The information furnished in this report has been prepared in conformity with generally accepted accounting principles and as such reflects all adjustments, consisting primarily of normal recurring accruals, which are, in the opinion of management, necessary for a fair statement of the results for the interim periods presented. The unaudited consolidated financial statements should be read in conjunction with the consolidated financial statements and notes thereto included in the Corporation's 2000 Annual Report on Form 10-K. The results of operations for these interim periods are not necessarily indicative of the operating results for a full year. Certain reclassifications of 2000 amounts have been made in order to conform to the current presentation.

2. ACQUISITIONS

On March 23, 2001, the Corporation acquired the operating assets of Solent & Pratt Ltd. Solent & Pratt is a manufacturer of high performance butterfly valves and has been a global supplier to the petroleum, petrochemical, chemical and process industries for over 40 years. The operations are located in Bridport, England and will continue to operate under the Solent & Pratt name.

The Solent & Pratt butterfly valve product line complements products the Corporation currently offers to its existing markets. The addition also provides Curtiss-Wright with a European manufacturing presence for its Flow Control business segment and strengthens its distribution capabilities in that region.

The Corporation purchased the assets and assumed certain liabilities of Solent & Pratt for approximately $1.5 million in cash. The acquisition was accounted for as a purchase in the first quarter of 2001. The excess of the purchase price over the fair value of the net assets acquired is currently estimated at $1.2 million and is being amortized over 30 years.

3. RECEIVABLES

Receivables at June 30, 2001 and December 31, 2000 include amounts billed to customers and unbilled charges on long-term contracts consisting of amounts recognized as sales but not billed as of the dates presented. Substantially all unbilled receivables are expected to be billed and collected within a year. The composition of receivables is as follows:

	(in thousands)	
	June 30, 2001	December 31, 2000
Accounts receivable, billed	$59,544	$60,927
Less: progress payments applied	(352)	(1,508)
	59,192	59,419
Unbilled charges on long-term contracts	24,427	18,090
Less: progress payments applied	(8,710)	(7,040)
	15,717	11,050
Allowance for doubtful accounts	(1,417)	(2,654)
Receivable, net	$73,492	$67,815

4. INVENTORIES

Inventories are valued at the lower of cost (principally average cost) or market. The composition of inventories at June 30, 2001 and December 31, 2000 is as follows:

	(In thousands)	
	June 30, 2001	December 31, 2000
Raw materials	$12,952	$11,955
Work-in-process	2,075	10,815
Finished goods/component parts	2,783	32,621
Inventoried costs related to US government and other long-term contracts	4,399	5,961
Gross inventory	62,209	61,352
Less: inventory reserves	(11,195)	(10,944)
Less: progress payments	(1,552)	(406)
Inventories, net	$49,462	$50,002

5. ENVIRONMENTAL MATTERS

The Corporation establishes a reserve for a potential environmental responsibility when it concludes that a determination of legal liability is probable, based upon the advice of counsel. Such amounts, if quantified, reflect the Corporation's estimate of the amount of that liability. If only a range of potential liability can be estimated, a reserve will be established at the low end of that range. Such reserves represent the current value of anticipated remediation not reduced by any potential recovery from insurance carriers or through contested third-party legal actions, and are not discounted for the time value of money.

The Corporation is joined with many other corporations and municipalities as potentially responsible parties (PRPs) in a number of environmental cleanup sites, which include but are not limited to the Sharkey landfill superfund site, Parsippany, New Jersey; Caldwell Trucking Company superfund site, Fairfield, New Jersey; Pfohl Brothers landfill site, Cheektowaga, New York; Chemsol, Inc. superfund site, Piscataway, New Jersey; and Amenia landfill site, Amenia, New York.

The Corporation believes that the outcome of any of these matters would not have a material adverse effect on the Corporation's results of operations or financial condition.

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
NOTES to CONSOLIDATED FINANCIAL STATEMENTS, Continued
(UNAUDITED)

6. SEGMENT INFORMATION

The Corporation conducts its business operations through three segments: Motion Control, Metal Treatment and Flow Control.

(In thousands)

Three Months Ended June 30, 2001

	Motion Control	Metal Treatment	Flow Control	Segment Total	Corporate & Other	Consolidated Total
Revenue from external customers	$35,728	$27,049	$23,827	$86,604	$ 0	$86,604
Intersegment revenues	0	124	0	124	(124)	0
Segment operating Income	5,999	4,917	2,683	13,599	(533)	13,066

(In thousands)

Three Months Ended June 30, 2000

	Motion Control	Metal Treatment	Flow Control	Segment Total	Corporate & Other(1)	Consolidated Total
Revenue from external customers	$32,306	$26,477	$24,267	$83,050	$ 0	$83,050
Intersegment revenues	0	143	0	143	(143)	0
Segment operating Income (1)	5,109	5,391	1,900	12,400	1,629	14,029

(1) Operating income for corporate and other includes environmental recoveries of $1.9 million, net of expenses.

Reconciliation:

	(In thousands) Three months ended June 30, 2001	June 30, 2000
Total operating income	$13,066	$14,029
Investment income, net	650	514
Rental income, net	1,111	890
Pension income, net	2,343	2,341
Other income (expense), net	128	(75)
Interest expense	(396)	(396)
Earnings before income taxes	$16,902	$ 17,303

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
NOTES to CONSOLIDATED FINANCIAL STATEMENTS, Continued
(UNAUDITED)

(In thousands)
Six Months Ended June 30, 2001

	Motion Control	Metal Treatment	Flow Control	Segment Total	Corporate & Other	Consolidated Total
Revenue from external customers	$65,685	$54,921	$45,915	$166,521	$ 0	$166,521
Intersegment revenues	0	230	0	230	(230)	0
Segment operating income	10,582	10,380	3,902	24,864	(533)	24,331
Segment assets	98,229	81,607	90,149	269,985	145,158	415,143

(In thousands)
Six Months Ended June 30, 2000

	Motion Control	Metal Treatment	Flow Control	Segment Total	Corporate & Other (1)	Consolidated Total
Revenue from external customers	$59,650	$54,701	$50,936	$165,287	$ 0	$165,287
Intersegment revenues	0	301	0	301	(301)	0
Segment operating Income	6,518	12,223	4,445	23,186	2,932	26,118
Segment assets	109,703	82,544	84,107	276,354	113,900	390,254

(1) Operating income for corporate and other includes a $2.8 million gain for the curtailment of postretirement benefits associated with the closing of the Fairfield, NJ facility and net environmental recoveries of $1.9 million, partially offset by accrued post employment costs of $.7 million.

Reconciliation:

	(In thousands) Six months ended June 30, 2001	June 30, 2000
Total operating income	$24,331	$26,118
Investment income, net	1,493	1,019
Rental income, net	1,854	2,050
Pension income, net	4,687	4,085
Other expense, net	(39)	(107)
Interest expense	(645)	(772)
Earnings before income taxes	$31,681	$32,393

8. COMPREHENSIVE INCOME

Total comprehensive income is as follows:

(In thousands)	Three Months Ended June 30, 2001	Three Months Ended June 30, 2000	Six Months Ended June 30, 2001	Six Months Ended June 30, 2000
Net earnings	$10,465	$10,644	$19,684	$19,873
Foreign currency translations	(1,364)	(479)	(3,590)	(356)
Total comprehensive income	$ 9,101	$10,165	$16,094	$19,517

9. EARNINGS PER SHARE

The Corporation accounts for its earnings per share (EPS) in accordance with Statement of Financial Accounting Standards No. 128, "Earnings per Share" (SFAS No. 128). Diluted earnings per share were computed based on the weighted average number of shares outstanding plus all potentially dilutive common shares issuable for the periods. Dilutive common shares for the three and six months ended June 30, 2001 were 210,000, and for the three and six months ended June 30, 2000 were 97,000.

10. CONTINGENCIES AND COMMITMENTS

The Corporation's Drive Technology subsidiary located in Switzerland entered into sales agreements with two European defense organizations which contained offset obligations to purchase approximately 43.0 million Swiss francs of product from suppliers of two European countries over multi-year periods which expire in 2005 and 2007. The agreements contain a penalty of 5% of the unmet obligation at the end of the term of the agreements.

The Corporation expects to fully comply with both obligations under these agreements.

11. ACCOUNTING FOR DERIVATIVES AND HEDGING ACTIVITIES

The Corporation adopted Financial Accounting Standard No. 133 "Accounting for Derivatives and Hedging Activities" effective January 1, 2001. The adoption of this standard had no material effect on the Corporation's results of operation or financial condition due to its limited use of derivatives.

12. RECENTLY ISSUED ACCOUNTING STANDARDS

In July 2001, the Financial Accounting Standards Board issued Statement of Financial Accounting Standard ("SFAS") No. 141, "Business Combinations" and SFAS No. 142, "Goodwill and Other Intangible Assets". SFAS No. 141, which requires all business combinations to be accounted for under the purchase method of accounting, is effective for business combinations initiated after June 30, 2001. Under the new rules of SFAS No. 142, goodwill will no longer be amortized but will be subject to annual impairment tests in accordance with the statements. Other intangible assets will continue to be amortized over their useful lives. SFAS No. 142 is effective for fiscal years beginning after December 15, 2001. Accordingly, the Corporation will apply the new rules on accounting for goodwill and other intangible assets beginning in the first quarter of 2002. Application of the non-amortization provisions of the statement is not expected to have a material effect on the Corporation's financial statements. The Corporation has not yet determined what the effect of these tests will be on the earnings and financial position of the Corporation.

PART I - ITEM 2
CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
MANAGEMENT'S DISCUSSION and ANALYSIS of
FINANCIAL CONDITION and RESULTS of OPERATIONS

RESULTS of OPERATIONS
Quarter Ended June 30, 2001

Sales for the second quarter of 2001 increased 4% from the prior year to $86.6 million. New orders in the current quarter increased to $103.9 million, 13% above the prior year quarter, and backlog was 11% lower, at $187.2 million. The increase in sales in 2001 was attributable to higher demand for our aerospace OEM and global defense products as well as products provided to the oil & gas markets, offset partially by softening in automotive-related businesses, lower demand in the aerospace overhaul and repair services market and unfavorable foreign exchange rates.

Operating income for the Corporation was $13.1 million in the second quarter of 2001, 7% lower than operating income of $14.0 million for the second quarter of 2000. However, during the second quarter of 2000, the Corporation recorded several unusual items, which added $1.9 million to operating income, as outlined in the table below. Excluding the effects of these items, normalized operating income amounted to $12.1 million for the second quarter of 2000. Thus, the 2001 operating income of $13.1 million, when compared to the normalized operating income of $12.1 million in 2000, resulted in an 8% improvement year-to-year. This performance was due to higher margins resulting from a favorable sales mix and the realization of the benefits of profit improvement/cost reduction programs, offset partially by unfavorable foreign exchange rates, higher energy costs and start-up related expenses for new metal treatment facilities.

Net earnings for the Corporation were $10.5 million, or $1.02 per diluted share in the second quarter of 2001, slightly lower than net earnings of $10.6 million, or $1.05 per diluted share for the second quarter of 2000. During the second quarter of 2000, the Corporation recorded several unusual items as outlined in the table below, which added $1.2 million, or $0.11 per diluted share, to net earnings. Excluding the effects of these items, normalized net earnings amounted to $9.5 million, or $0.94 per diluted share, for the second quarter of 2000, as compared to $10.5 million, or $1.02 per diluted share in the second quarter of 2001. Therefore, on a normalized basis, net earnings for the second quarter of 2001 increased 10% over the same period of 2000.

RESULTS of OPERATIONS
Six Months Ended June 30, 2001

Sales for the first half of 2001 increased slightly to $166.5 million, as compared $165.3 million for the same prior year period. New orders totaled $170.7 million, 5% above the same six-month period of last year. The increase in sales in 2001 was attributable to higher demand for our aerospace OEM and global defense products as well as products provided to the oil & gas markets, offset partially by softening in automotive-related businesses, lower demand in the aerospace overhaul and repair services market and unfavorable foreign exchange rates.

Operating income for the Corporation was $24.3 million for the first six months of 2001, down 7% from operating income of $26.1 million for the same prior year period. However, during 2000, the Corporation recorded several unusual items, which added $3.9 million to operating income. Excluding the effects of these items, normalized operating income amounted to $22.2 million for the first six months of 2000. Thus, the 2001 operating income of $24.2 million, when compared to the normalized operating income of $22.2 million in 2000, resulted in a 10% improvement year to year. This performance was due to higher margins resulting from a favorable sales mix and the realization of the benefits of profit improvement/cost reduction programs, offset partially by unfavorable foreign exchange rates, higher energy costs and some start-up related expenses for new metal treatment facilities.

Net earnings for the first six months of 2001 of $19.7 million, or $1.92 per diluted share, was slightly lower than net earnings of $19.9 million, or $1.96 per share, for the first six months of 2000. In addition to the unusual items recorded in the second quarter of 2000, as noted above and in the table below, results for the first six months of 2000 also benefited from unusual items recorded in the first quarter of 2000 which added $1.2 million, or $0.12 per diluted share to net earnings. Excluding the effects of these items, normalized net earnings for the first six months of 2000 amounted to $17.5 million, or $1.73 per diluted share. Therefore, on a normalized basis, net earnings for the first six months of 2001 increased 13% over the same period of 2000.

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
MANAGEMENT'S DISCUSSION and ANALYSIS of
FINANCIAL CONDITION and RESULTS of OPERATIONS, Continued

NORMALIZED EARNINGS SUMMARY-QUARTER

	Quarter Ended June 30, 2001		
	OPERATING INCOME	NET EARNINGS	DILUTED EARNINGS PER SHARE
As Reported	$13,066	$10,465	$1.02
Unusual Items	0	0	0.00
Normalized	$13,066	$10,465	$1.02

	Quarter Ended June 30, 2000		
As Reported	$14,029	$10,644	$1.05
Unusual Items:			
Insurance settlements, net	(3,643)	(2,235)	(0.22)
Environmental costs	1,747	1,072	0.11
Normalized	$12,133	$ 9,481	$0.94

NORMALIZED EARNINGS SUMMARY-SIX MONTHS

	OPERATING INCOME	NET EARNINGS	DILUTED EARNINGS PER SHARE
	Six Months Ended June 30, 2001		
As Reported	$24,331	$19,684	$1.92
Unusual Items	0	0	0.00
Normalized	$24,331	$19,684	$1.92

	Six Months Ended June 30, 2000		
As Reported	$26,118	$19,873	$1.96
Unusual Items:			
Insurance settlements, net	(3,643)	(2,235)	(0.22)
Environmental costs	1,747	1,072	0.11
Postretirement benefits curtailment	(2,767)	(1,692)	(0.17)
Post employment & other costs	720	440	0.05
Normalized	$22,175	$17,458	$1.73

Operating Performance

Motion Control

Sales for the Corporation's Motion Control segment improved 11% to $35.7 million and 10% to $65.6 million in the second quarter and first six months of 2001, respectively, from $32.3 million and $59.6 million in the second quarter and first six months of 2000, respectively. Sales improvements for the quarter were largely a result of higher sales for the F-22 military aircraft program and earlier than anticipated shipments on the Boeing 737 program. In addition, the Drive Technology business showed strong growth in sales as compared to the second quarter of 2000. Sales of aerospace repair and overhaul services for the second quarter of 2001 were lower than the second quarter of 2000 due primarily to continued softening in demand for these services.

Operating income for the Motion Control segment of $6.0 million and $10.6 million for the second quarter and first half of 2001, respectively, showed improvements from the same periods of last year. Operating income for the second quarter of 2001 improved 17% and for the first half of 2001 by 62% from the same periods in 2000. The 2001 performance was due mainly to the realization of the benefits resulting from facility consolidations, increased shipments of higher margin OEM products, offset partially by softened demand in the component overhaul and repair business.

Metal Treatment

Sales for the Corporation's Metal Treatment segment totaled $27.0 million and $54.9 million for the second quarter and first six months of 2001, respectively, improving slightly when compared with sales of $26.5 million and $54.7 million for the respective periods of 2000. Year-to-date sales were slightly higher than the prior year despite the negative impact of foreign currency translation. Sales of shot-peening services increased slightly due to improvements in the aerospace and oil & gas markets, which were offset by softness in automotive markets.

Operating income for the Metal Treatment segment of $4.9 million for

the second quarter of 2001 showed a 9% decline from the same prior year period.
For the first six months of 2001, operating income of $10.4 million was down 15% from the comparable period of 2000. For the six months ended June 30, 2001, slight improvements in valve operations were offset by lower income at both shot-peening and heat treating operations. For the second quarter and first half, operating income was adversely affected by foreign currency translation by $0.5 million and $0.8 million, respectively, when compared to rates that existed in the same periods of 2000. Start up costs associated with a new facility and an acquisition completed in December of last year, softness in the automotive sector and higher energy costs also negatively affected operating income.

Flow Control

The Corporation's Flow Control segment posted sales of $23.8 million for the second quarter and $45.9 million for the first half of 2001, compared with sales of $24.3 million and $50.9 million reported in the respective periods of 2000. Lower sales during the second quarter and the first half of 2001 were primarily the result of the slowdown in the automotive and heavy truck markets and the sale of a distributor operation that was formerly part of this business segment. This was offset partially by the strong demand in the petrochemical and oil & gas markets, primarily for maintenance, repair and overhaul applications.
Military sales were essentially level with the respective prior year periods.

Operating income in the second quarter of 2001 was $0.8 million or 41% higher than the same period of 2000. Higher margins on parts sales for the petrochemical and oil & gas markets, the elimination of overhead costs associated with the disposal of a distribution operation and stringent cost containment efforts, were partially offset by lower volume and margins in the automotive and heavy truck markets. Operating income for the first six months of 2001 was 12% lower than the same period of 2000.

Corporate and Other

The Corporation had a non-segment operating loss of $0.5 million during the second quarter 2001 as compared to $1.6 million of non-segment operating income in the same period of the prior year. During the second quarter 2001, the Corporation incurred costs in connection with the proposed re-capitalization, which were partially offset by a small environmental insurance settlement. In the second quarter 2000, the Corporation recognized operating income of $1.6 million, of which $1.9 million was due to the recognition of a curtailment of postretirement benefits partially offset by non-recurring post-employment expenses (see table above).

Results for the first half of 2001 also reflect the incurrence of re-capitalization costs, offset partially by a small environmental insurance settlement. Results for the first half of 2000 included $3.9 million reflecting the recognition of the curtailment of postretirement benefits associated with the closing of the Fairfield, New Jersey facility, and net environmental insurance settlements, offset by non-recurring post-employment expenses and environmental costs.

Other Revenues and Costs

For the second quarter of 2001, the Corporation recorded net non-operating income of $4.2 million compared to $3.7 million in the second quarter of 2000. Higher net rental income and higher net investment income contributed to the increase. For the first six months of 2001 net non-operating income totaled $8.0 million as compared to $7.0 million in the same period of 2000. Contributing to this increase was higher pension income, reflecting the higher overfunded status of the Corporation's pension plan and higher net investment income, offset partially by lower net rental income.

CHANGES IN FINANCIAL CONDITION:

Liquidity and Capital Resources:

The Corporation's working capital was $161.1 million at June 30, 2001, 8% above working capital at December 31, 2000 of $149.8 million. The ratio of current assets to current liabilities improved to 4.79 to 1 at June 30, 2001, compared with a ratio of 3.86 to 1 at December 31, 2000.

Cash, cash equivalents and short-term investments totaled $67.2 million in aggregate at June 30, 2001, a 6% decrease from $71.5 million at the prior year-end. During the first six months of 2001, the Corporation repaid two industrial revenue bonds which matured totaling $5.3 million and paid down approximately $2.4 million of its long-term Swiss debt. In addition, during the first quarter of 2001, the Corporation acquired the net assets of Solent & Pratt Ltd. for cash, as discussed in Note 2 to the Consolidated Financial Statements.

Cash flow for the Corporation benefited from a slight decline in inventories despite higher sales, as the Corporation continued with its programs for improving inventory turnover. Inventory turnover improved to 4.20 at June 30, 2001 from 3.77 at the prior year-end.

The Corporation has two credit agreements in effect, a Revolving Credit Agreement and a Short-Term Credit Agreement, aggregating $100.0 million with a group of five banks. The credit agreements allow for borrowings to take place in U. S. or certain foreign currencies. The Revolving Credit Agreement commits a maximum of $60.0 million to the Corporation for cash borrowings and letters of credit. The unused credit available under this facility at June 30, 2001 was $35.3 million. The commitments made under the Revolving Credit Agreement expire December 17, 2004, but may be extended annually for successive one-year periods with the consent of the bank group. The Short-Term Credit Agreement allows for cash borrowings of $40.0 million, all of which was available at June 30, 2001. The Short-Term Credit Agreement expires on December 14, 2001 and may be extended, with the consent of the bank group, for an additional period not to exceed 364 days. Cash borrowings (excluding letters of credit) under the two credit agreements at June 30, 2001 were at a US Dollar equivalent of $7.8 million, compared with cash borrowing of $12.6 million at June 30, 2000. The initial borrowings under these agreements were used to finance the Drive Technology acquisition in December 1998 and have a remaining balance of 14 million francs as of June 30, 2001. The loans had variable interest rates averaging 4.2% for the first six months of 2001 and variable interest rates averaging 3.2% for the first six months of 2000.

During the first half of 2001, internally available funds were adequate to meet capital expenditures of $7.6 million. Expenditures incurred during the first half were generally for new and replacement machinery and equipment needed for the operating segments. During the first six months of 2001, capital expenditures amounted to $2.7 million, $2.6 million and $2.1 million for the Metal Treatment, Motion Control and Flow Control segments, respectively.

The Corporation is expected to make capital expenditures of an additional $10.0 million during the balance of the year, primarily for machinery and equipment for the operating segments. Funds from internal sources are expected to be adequate to meet planned capital expenditures, environmental and other obligations for the remainder of the year.

RECENTLY ISSUED ACCOUNTING STANDARDS

As discussed in Note 11 to the Consolidated Financial Statements, in July 2001 the Financial Accounting Standards Board issued Statement of Financial Accounting Standards No. 141 "Business combinations" and No. 142 "Goodwill and Other Intangible Assets". Generally, the new rules eliminate the use of the "pooling of interests" method of accounting for a business combination effective for acquisitions initiated after June 30, 2001. In addition, the new rules eliminate the amortization of goodwill effective for years beginning after December 15, 2001 but subjects goodwill to an annual impairment test in accordance with the new rules. Application of the non-amortization provisions of the statement is not expected to have a material effect on the Corporation's financial statements. The Corporation has not yet determined what the effect of these tests will be on the earnings and financial position of the Corporation.

RECAPITALIZATION UPDATE

The projected date of June 30, 2001 to complete its proposed re-capitalization has passed. The Corporation and Unitrin are continuing to work to complete the re-capitalization and we expect to bring the matter to a shareholder vote in the fourth quarter of this year.

RECENT DEVELOPMENTS

On July 9, 2001, the Corporation announced that it is pursuing the sale of its industrial park located in Wood-Ridge, New Jersey. On August 2, 2001, the Corporation entered into an agreement to sell the property with a prospective purchaser. The agreement is subject to cancellation until the purchaser completes its due diligence review of the property. This property, which is the primary source of the Corporation's rental income, is not part of the Corporation's core business or strategic focus and the disposal will enable the Corporation to re-deploy the capital in order to pursue other strategic initiatives. The disposal of this property is expected to generate a gain, the final amount of which has not yet been determined.

PART I - ITEM 3

QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

The Corporation is exposed to certain market risks from changes in interest rates and foreign currency exchange rates as a result of its global operating and financing activities. Although foreign currency translation had an unusually adverse impact on sales and operating income in 2000 and the first half of 2001, the Corporation seeks to minimize the risks from these interest rate and foreign currency exchange rate fluctuations through its normal operating and financing activities and, when deemed appropriate, through the use of derivative financial instruments. The Corporation did not use such instruments for trading or other speculative purposes and did not use leveraged derivative financial instruments during the first half of year 2001. Information regarding the Corporation's market risk and market risk management polices is more fully described in Item 7A. "Quantitative and Qualitative Disclosures about Market Risk" of the Corporation Annual Report on Form 10-K for year ended December 31, 2000.

Forward-Looking Information

Except for historical information contained herein, this Quarterly Report on Form 10-Q does contain "forward looking" information within the meaning of Section 27A of the Securities Act of 1933 and 21E of the Securities Exchange Act of 1934. Examples of forward looking information include, but are not limited to, (a) projections of or statements regarding return on investment, future earnings, interest income, other income, earnings or loss per share, investment mix and quality, growth prospects, capital structure and other financial terms, (b) statements of plans and objectives of management, (c) statements of future economic performance, and (d) statements of assumptions, such as economic conditions underlying other statements. Such forward looking information can be identified by the use of forward looking terminology such as "believes," "expects," "may," "will," "should," "anticipates," or the negative of any of the foregoing or other variations thereon or comparable terminology, or by discussion of strategy. No assurance can be given that the future results described by the forward-looking information will be achieved. Such statements are subject to risks, uncertainties, and other factors which are outside our control that could cause actual results to differ materially from future results expressed or implied by such forward looking information. Readers are cautioned not to put undue reliance on such forward-looking information. Such statements in this Report include, without limitation, those contained in Part I, Item 2, Management's Discussion and Analysis of Financial Condition and Results of Operations and the Notes to the Consolidated Financial Statements including, without limitation, the Environmental Matters Note. Important factors that could cause the actual results to differ materially from those in these forward-looking statements include, among other items, (i) a reduction in anticipated orders; (ii) an economic downturn; (iii) unanticipated environmental remediation expenses or claims; (iv) changes in the need for additional machinery and equipment and/or in the cost for the expansion of the Corporation's operations; (v) changes in the competitive marketplace and/or customer requirements; (vi) an inability to perform customer contracts at anticipated cost levels and (vii) other factors that generally affect the business of companies operating in the Corporation's Segments.

PART II - OTHER INFORMATION

Item 6. EXHIBITS and REPORTS on FORM 8-K

(a) Exhibits

(3) By-laws as amended through June 26, 2001, filed herewith.

(10) Revised Standard Employment Severance Agreement with Certain Management of Curtiss-Wright, which replaces and supersedes Standard Severance Agreement with Officers of Curtiss-Wright incorporated by reference to Exhibit 10(iv) to Registrant's Annual Report on Form 10-K or the year ended December 31, 1991.

(b) Reports on Form 8-K

The Registrant did not file any report on Form 8-K during the quarter ended June 30, 2001.

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.

CURTISS-WRIGHT CORPORATION
(Registrant)

By: /s/ Robert A. Bosi

Robert A. Bosi
Vice President - Finance
(Chief Financial Officer)

By: /s/ Glenn E. Tynan

Glenn E. Tynan
Corporate Controller
(Chief Accounting Officer)

Dated: August 14, 2001