The LGL Group, Inc.

Laying the foundation for profitable growth

2010 Annual Meeting of Stockholders

December 15, 2010

Investor Presentation
Safe Harbor Statement

This document includes certain "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements are based on management's current expectations and are subject to uncertainty and changes in circumstances. Actual results may differ materially from these expectations. These risks and uncertainties are described in more detail in The LGL Group's filings with the Securities and Exchange Commission.

In addition, non-GAAP financial measures are presented. Management believes the non-GAAP financial information provided is useful to investors' understanding and assessment of our ongoing core operations and prospects for the future. The presentation of this non-GAAP financial information is not intended to be considered in isolation or as a substitute for results prepared in accordance with GAAP. Management uses both GAAP and non-GAAP information in evaluating and operating the business internally and as such has determined that it is important to provide this information to investors.

Overview of The LGL Group

- Design, manufacture and market customized high-precision components used for frequency control in electronic systems
- Address commercial and military markets for communication, instrumentation, GPS navigation, avionics and space applications
- Long history as preferred supplier to blue-chip global OEM customers
- Superb engineering capabilities
- Differentiated by customization, quality and reliability
- Worldwide sales and manufacturing presence
- New leadership team beginning mid-2009
- Successful implementation of significant operating changes
- *Result: Increased margins, profitability and revenue growth*

Key Investment Considerations

- **Design wins drive recurring revenue**
  - Long product life cycles, long-term customers

- **Strong first 9 months in 2010, return to growth and achieved profitability**
  - Approx. 60% YoY revenue growth for first nine months 2010
  - Gross margins increased from 31.7% to 37.6% over last four quarters
  - $5.2MM net income for first nine months of 2010

- **Increased market share driven by new product introductions**
  - New product introductions contributed to 2010 revenue

- **Significant opportunity for growth in both timing and filters**
  - Cross-selling opportunity for customized filters into existing timing customers

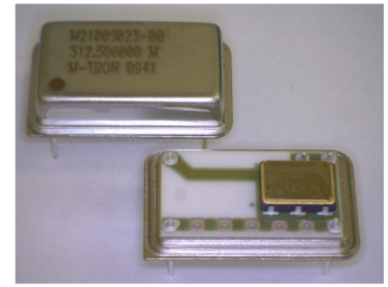
- **Manufacturing cost advantages for Military-Instrumentation-Space-Avionics (MISA) market**
  - ITAR certified facility in low-cost labor market

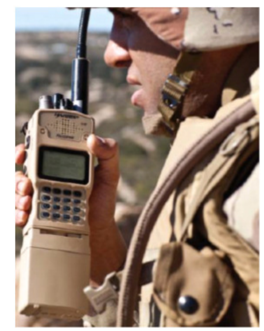
Critical Components for Customers' Systems

- **Communications Infrastructure**
  - Optical switches and routers
  - Point-to-point radio systems
  - Wireless base stations
  - GPS navigation

- **Military-Instrumentation-Space-Avionics (MISA)**
  - IED-jamming RF system
  - Man-pack radios
  - Next-generation unmanned aerial vehicles
  - Orbital space communications

Products and Applications



Timing Control Market: Key Attributes

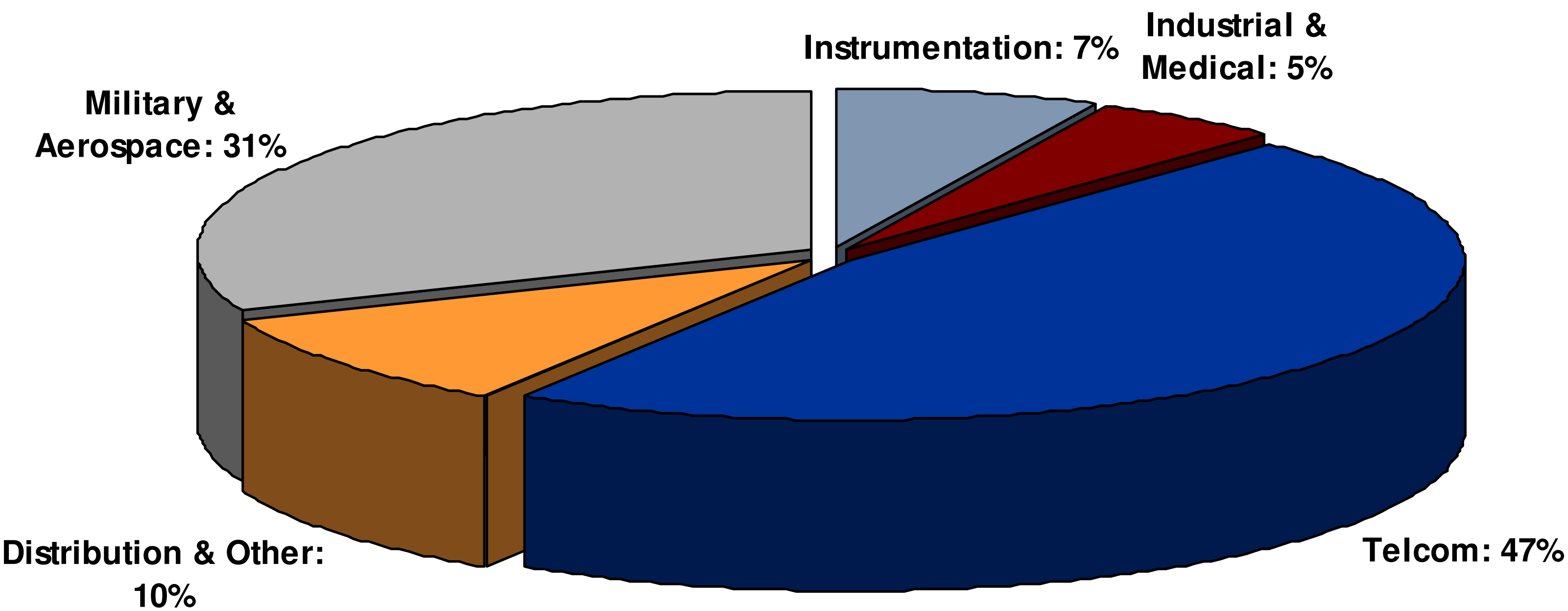
- **Bandwidth, bandwidth, bandwidth**

- **Global market for timing control estimated at $4 billion**
  - 26% North America
  - 21% Europe
  - 50% Asia Pacific

- **TAM for precision components estimated at $800 million potential market for precision components for frequency control in communication equipment**

- **Fragmented market**
  - Largest players (e.g., Epson-Toyocom, Kyocera, NDK) are focused on high-volume consumer devices
  - Precision component players include small divisions of large industrial companies or specialty engineering companies
  - Real M&A opportunities

Timing Control Markets: Market Segmentation



Available Global Market: $800 Million

** Chart based on Company's internal estimates*

High Performance Filter Market: Key Attributes

- **Bandwidth, bandwidth, bandwidth**
- **High growth potential**
- **Area of focus for new product development and strategic initiatives**
- **Opportunity to cross-sell into existing timing customer base**
- **Current filter revenues primarily in MISA applications, but beginning to penetrate commercial market**

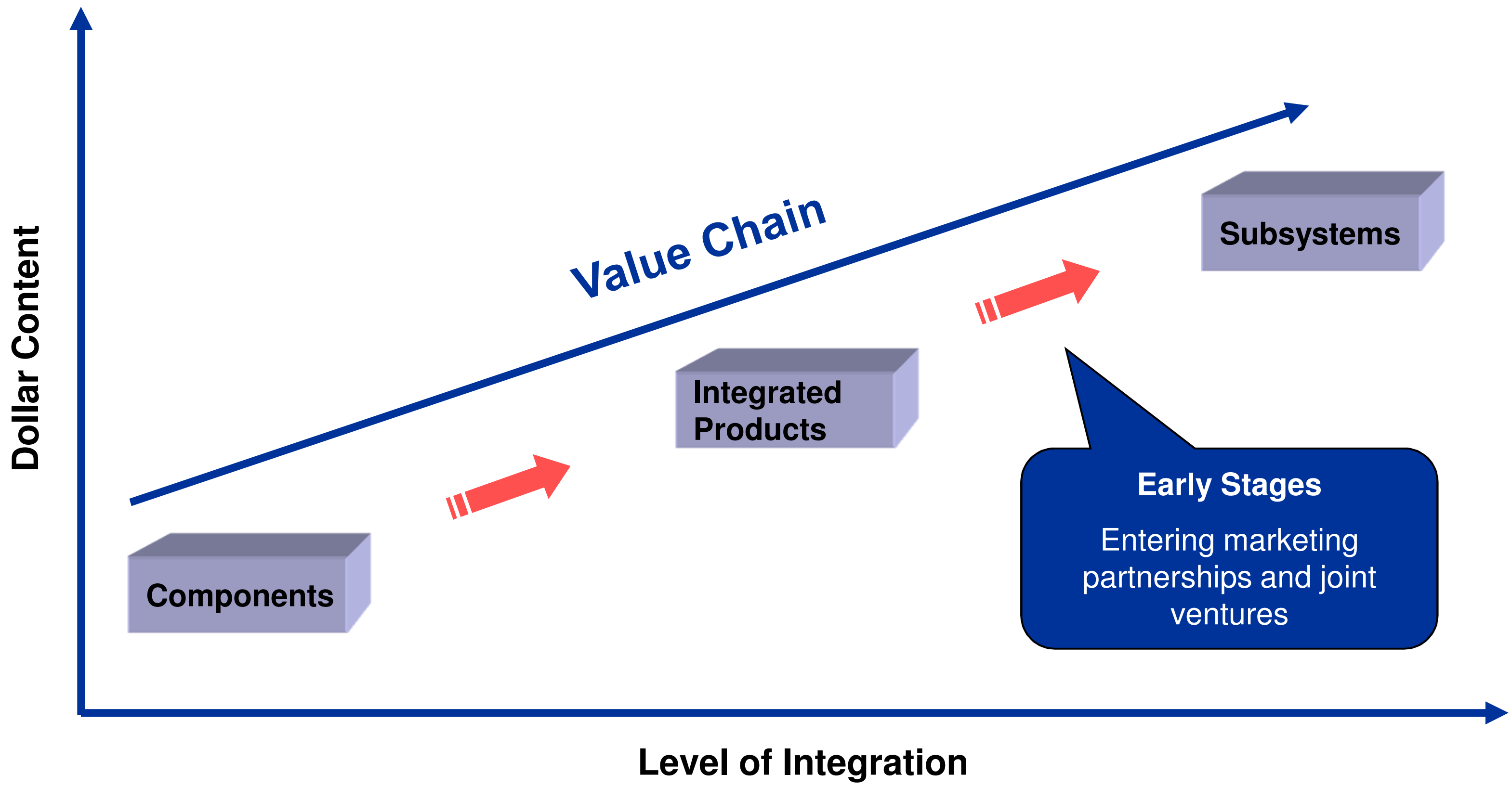
Long-Term Blue-Chip Customer Base

- **The Company has a long history of providing custom-engineered, high-value products to a roster of blue-chip global OEM customers**
- **Design wins drive recurring revenue**
  - Product development investments drive new design-win opportunities
  - Product life cycles extend more than 5 years
  - Typically sell numerous products to each customer
  - Customers commit to estimated annual volume with fixed pricing

New Product Development

- **Work closely with customers to identify new product requirements**
- **Focus on new product opportunities that meet the requirement of multiple customers and markets**
- **Opportunities for new product development exceed current engineering resources**
- **2010 new product launches, including:**
  - Double-oven oscillators for timing
  - Cavity filters for RF and microwave frequencies

Product Strategy



- **Guiding principles for new products**
  - Technically-advanced
  - Higher revenue per unit
  - Higher gross margins

Global Operating and Sales Presence

- **Global Operations**
  - Headquarters in Orlando, FL
  - 71,000 square feet of manufacturing facility and engineering center in Orlando, Florida
  - 28,000 square feet of manufacturing facility and engineering center in Yankton, South Dakota
  - 13,000 square feet of manufacturing facility in Noida, India; low cost labor operation for mature products

- **Sales Organization**
  - 13 direct sales staff, including application engineers
  - Long presence in Hong Kong, opened Shanghai sales office in Q1 2010
  - Utilize network of more than 30 sales rep firms worldwide

Strategic Growth Initiatives

- **Invest organically into core business**
  - Engineering investments to leverage opportunities with existing customers and maximize our positions
  - Incremental capacity investments
  - Additional investments into products that are higher in the value chain, such as modules and subsystems, leading to higher average sales price and margins
- **Joint venture opportunities**
  - Intellectual property expansion
  - Differentiated positions to increase gross margins
  - Strategically expand supply chain and improve manufacturing flexibility
- **M&A: Synergistic acquisitions**
  - Focus on high value-added engineering complements
  - Mix shift towards lower volume, higher average sale price and margins
  - Increase levels of customization and deepen OEM cycles
- **Greenfield opportunities**
  - New markets, new customers, new products

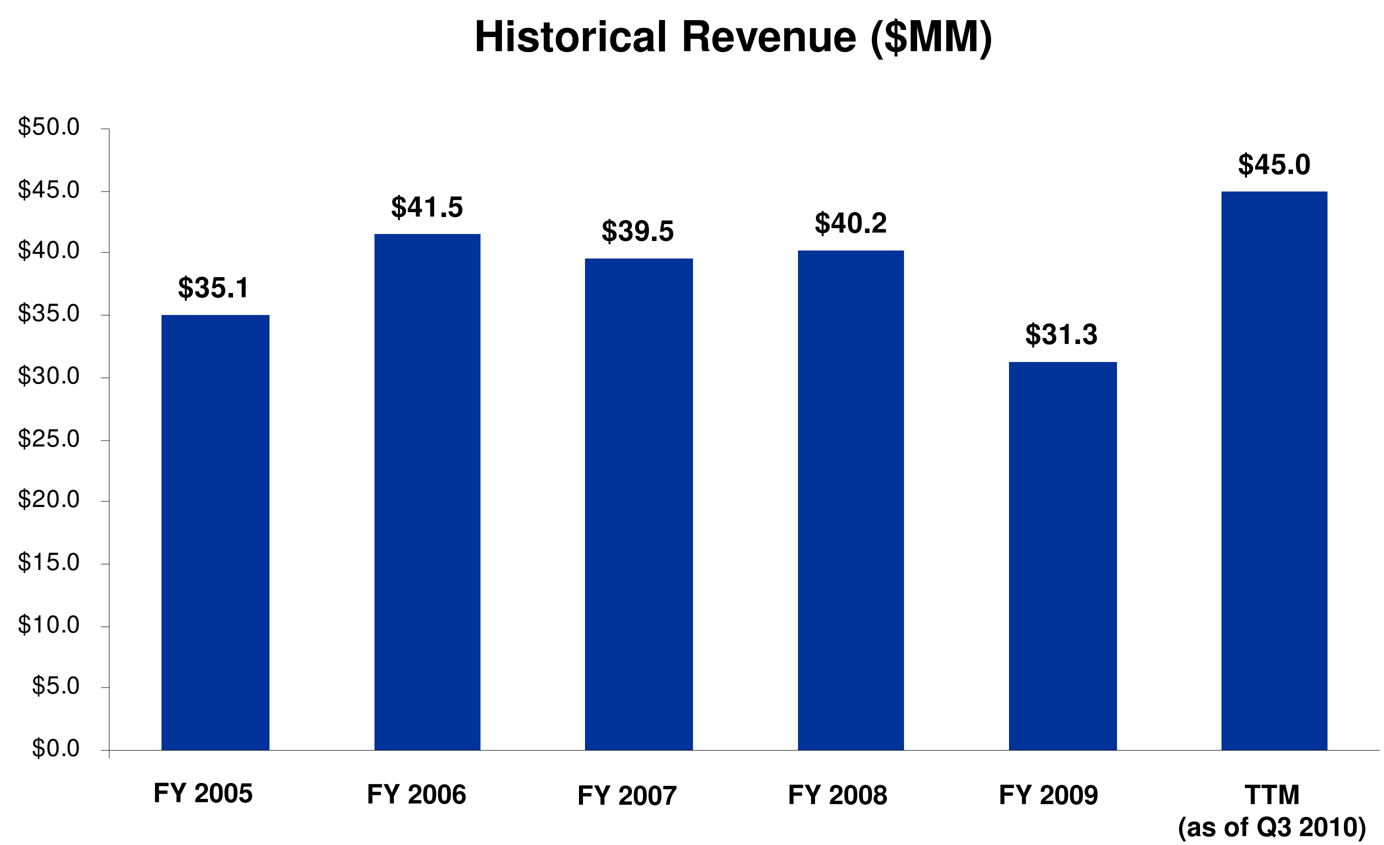
Management Team

	Years of Industry Experience	Professional Background
Greg Anderson President, CEO	20+	Mr. Anderson has experience in high-tech manufacturing businesses, which includes both low volume/high mix OEM custom products coupled with experience gained in high volume/low cost consumer products. He has held positions with 3M Corporation prior to joining MtronPTI, such as Operations Managers and Business Development Manager.
LaDuane Clifton, CPA CAO	15+	Mr. Clifton has experience in the financial, accounting, and insurance industries. He served as Chief Financial Officer of a21, Inc, and was also a senior auditor at KPMG LLP, with experience in many industries. He has also held several accounting and finance positions with Aetna, Inc.
Dick Thompson VP of Sales - Telecom	20+	Mr. Thompson has 16 years sales and marketing experience in the FCD/ Filter markets. He previously held various engineering and management positions in the connector industry with Vishay-Dale, among others.
Paul Dechen VP of Sales - MISA	26+	Mr. Dechen has experience in MISA sales and began his career in 1984 with Piezo Technology, an LGL legacy business as the VP of Business Development. He has held several sales roles within LGL.
Joe Doyle Oscillator Engineering	30+	Mr. Doyle has experience in RF and integrated circuit design, semiconductor physics, and modeling. He held staff engineering positions at Motorola, and Executive Engineering, Quality, and Operations positions at Champion Technologies prior to LGL.
Mike Howard Filter Engineering	40+	Mr. Howard has vast experience in filter engineering and began his career in 1970 as an engineer with Salford Electrical Instruments. He has lead LGL's filter engineering group since joining the Company in 1977. He is a senior member of the IEEE since 2005.

Financial Overview

Financial Overview

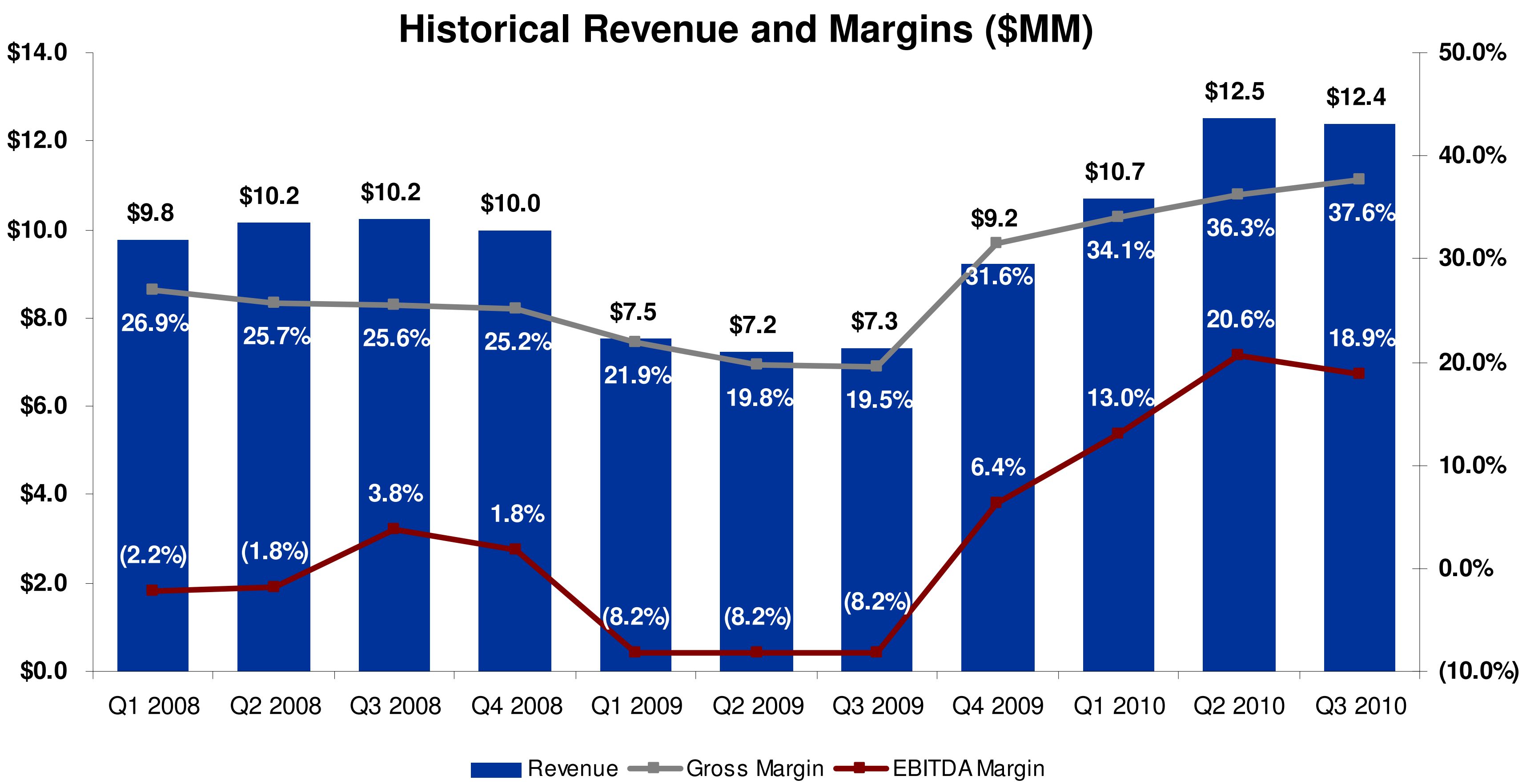
Revenue Trend



Note: Revenues for 2005 through a portion of 2007 are adjusted to exclude Lynch Systems, whose operating assets were sold in 2007.

Financial Overview

Quarterly Income Statement Trends



- Q3 2010 represents the fourth sequential quarter of positive earnings
- Gross margin reached a record high of 37.6% as a result of strong revenue levels and an improved cost structure

Financial Overview

FY 2009 and YTD 2010 Results

	12 mths ended 12/31/2009	9 mths ended 9/30/2010
Revenue	$ 31,301	$ 35,633
Cost of sales	23,876	22,779
Gross margin	7,425	12,854
GM %	*23.7%*	*36.1%*
Operating expenses	9,579	7,108
Operating income	(2,154)	5,746
Other income (expense)	(349)	(310)
Tax (provision) benefit	(19)	(215)
Net income (loss)	$ (2,522)	$ 5,221
Shares outstanding	2,200,010	2,246,390
Earnings (loss) per share	$ (1.15)	$ 2.32

Capital Structure

Capital Position as of September 30, 2010

Total Assets:	$ 19.9 million
Net Working Capital:	$ 10.9 million
Cash and ST Investments:	$ 2.3 million
Long Term Debt (including current portion):	$ 0.7 million
Shareholders' Equity:	$ 14.4 million
Available Line of Credit:	$ 4.0 million

The Company's working capital position nearly doubled to $10.9 million as compared to working capital of $5.5 million as of September 30, 2009. The increase was due primarily to increases in accounts receivable and inventory balances, and positive cash flow from operations.

Laying the foundation for profitable growth

- **Invest organically into core business**
  - Engineering investments to leverage opportunities with existing customers and maximize our positions
  - Incremental capacity investments
  - Additional investments into products that are higher in the value chain, such as modules and subsystems, leading to higher average sales price and margins

- **Joint venture opportunities**
  - Intellectual property expansion
  - Differentiated positions to increase gross margins
  - Strategically expand supply chain and improve manufacturing flexibility

- **M&A: Synergistic acquisitions**
  - Focus on high value-added engineering complements
  - Mix shift towards lower volume, higher average sale price and margins
  - Increase levels of customization and deepen OEM cycles

- **Greenfield opportunities**
  - New markets, new customers, new products