SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 10-Q

(x) QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarter ended: September 30, 1998

OR

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

For the transition period from __________ to __________

Commission file number: 0-16214

ALBANY INTERNATIONAL CORP.
(Exact name of registrant as specified in its charter)

Delaware	14-0462060
(State or other jurisdiction of incorporation or organization)	(IRS Employer Identification No.)
1373 Broadway, Albany, New York	12204
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code 518-445-2200

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 X No ---

The registrant had 23,432,354 shares of Class A Common Stock and 5,671,856 shares of Class B Common Stock outstanding as of September 30, 1998.

ALBANY INTERNATIONAL CORP.

INDEX

Item 1. Financial Statements

ALBANY INTERNATIONAL CORP.
CONSOLIDATED STATEMENTS OF INCOME AND RETAINED EARNINGS
(unaudited)

(in thousands except per share data)

Three Months Ended September 30, 1998	Three Months Ended September 30, 1997		Nine Months Ended September 30, 1998	Nine Months Ended September 30, 1997
$176,346	$171,730	Net sales	$532,130	$525,454
103,016	97,815	Cost of goods sold	306,024	301,038
73,330	73,915	Gross profit	226,106	224,416
52,573	49,853	Selling, technical and general expenses	158,596	151,839
20,757	24,062	Operating income	67,510	72,577
4,973	3,845	Interest expense, net	14,267	11,570
(2,315)	1,672	Other (income)/expense, net	(77)	2,696
18,099	18,545	Income before income taxes	53,320	58,311
7,056	7,232	Income taxes	20,792	22,740
11,043	11,313	Income before associated companies	32,528	35,571
24	111	Equity in earnings of associated companies	189	207
11,067	11,424	Net income	32,717	35,778
260,034	227,800	Retained earnings, beginning of period	246,013	209,875
3,067	3,250	Less dividends	10,696	9,679
$268,034	$235,974	Retained earnings, end of period	$268,034	$235,974
$0.37	$0.37	Net income per share	$1.09	$1.15
$0.37	$0.36	Diluted net income per share	$1.07	$1.14
-	$0.105	Cash dividends per common share	$0.105	$0.315
29,782,592	31,187,311	Weighted average number of shares	30,153,103	31,005,132

The accompanying notes are an integral part of the financial statements.

ALBANY INTERNATIONAL CORP.
CONSOLIDATED BALANCE SHEETS
(in thousands)

	(unaudited) September 30, 1998	December 31, 1997
ASSETS		
Cash and cash equivalents	$4,439	$2,546
Accounts receivable, net	177,628	171,886
Inventories:		
Finished goods	117,508	106,259
Work in process	43,813	38,904
Raw material and supplies	39,238	35,288
	200,559	180,451
Deferred taxes and prepaid expenses	20,519	18,440
Total current assets	403,145	373,323
Property, plant and equipment, net	325,093	321,611
Investments in associated companies	4,310	2,444
Intangibles	56,174	36,080
Deferred taxes	23,240	22,826
Other assets	41,527	40,613
Total assets	$853,489	$796,897
LIABILITIES AND SHAREHOLDERS' EQUITY		
Notes and loans payable	$124,321	$76,095
Accounts payable	24,738	25,786
Accrued liabilities	54,575	56,743
Current maturities of long-term debt	3,938	1,703
Income taxes payable and deferred	11,099	10,113
Total current liabilities	218,671	170,440
Long-term debt	187,821	173,654
Other noncurrent liabilities	81,166	74,075
Deferred taxes and other credits	33,648	35,620
Total liabilities	521,306	453,789
SHAREHOLDERS' EQUITY		
Preferred stock, par value $5.00 per share; authorized 2,000,000 shares; none issued	-	-
Class A Common Stock, par value $.001 per share; authorized 100,000,000 shares; issued 25,615,378 in 1998 and 25,375,413 in 1997	26	25
Class B Common Stock, par value $.001 per share; authorized 25,000,000 shares; issued and outstanding 5,671,856 in 1998 and 5,615,563 in 1997	6	6
Additional paid in capital	195,087	187,831
Retained earnings	268,034	246,013
Translation adjustments (accumulated other comprehensive income)	(85,217)	(84,351)
	377,936	349,524
Less treasury stock (Class A), at cost (2,183,024 shares in 1998; 280,680 shares in 1997)	45,753	6,416
Total shareholders' equity	332,183	343,108
Total liabilities and shareholders' equity	$853,489	$796,897

The accompanying notes are an integral part of the financial statements.

ALBANY INTERNATIONAL CORP.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(unaudited)
(in thousands)

	Nine Months Ended September 30, 1998	1997
OPERATING ACTIVITIES		
Net income	$32,717	$35,778
Adjustments to reconcile net cash provided by operating activities:		
Equity in earnings of associated companies	(189)	(207)
Depreciation and amortization	35,026	33,149
Provision for deferred income taxes, other credits and long-term liabilities	2,587	(6,744)
Increase in cash surrender value of life insurance, net of premiums paid	(466)	(358)
Unrealized currency transaction (gains)/losses	(2,988)	3,385
Losses on disposition of assets	63	2
Shares contributed to ESOP	3,214	3,513
Changes in operating assets and liabilities:		
Accounts receivable	1,365	7,387
Inventories	(16,287)	(2,258)
Prepaid expenses	(1,918)	(736)
Accounts payable	(2,647)	(4,756)
Accrued liabilities	2,841	1,479
Income taxes payable	640	(1,818)
Other, net	778	(3,300)
Net cash provided by operating activities	54,736	64,516
INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(28,490)	(39,410)
Purchased software	(1,310)	(954)
Proceeds from sale of assets	77	240
Premiums paid for life insurance	(1,187)	(1,190)
Acquisitions, net of cash acquired	(24,135)	-
Investment in associated companies	(2,025)	-
Net cash used in investing activities	(57,070)	(41,314)
FINANCING ACTIVITIES		
Proceeds from borrowings	131,068	41,477
Principal payments on debt	(74,101)	(40,798)
Proceeds from options exercised	2,105	6,864
Tax benefit of options exercised	281	1,079
Purchases of treasury shares	(45,227)	(1,421)
Dividends paid	(6,387)	(9,475)
Net cash provided/(used) in financing activities	7,739	(2,274)
Effect of exchange rate changes on cash flows	(3,512)	(6,491)
Increase in cash and cash equivalents	1,893	14,437
Cash and cash equivalents at beginning of year	2,546	8,034
Cash and cash equivalents at end of period	$4,439	$22,471

The accompanying notes are an integral part of the financial statements.

1. Management Opinion

In the opinion of management the accompanying unaudited consolidated financial statements contain all adjustments, consisting of only normal, recurring adjustments, necessary for a fair presentation of results for such periods. The results for any interim period are not necessarily indicative of results for the full year. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been omitted. These consolidated financial statements should be read in conjunction with financial statements and notes thereto for the year ended December 31, 1997.

2. Accounting for Derivatives

Gains or losses on forward exchange contracts that function as an economic hedge against currency fluctuation effects on future revenue streams are recorded in "Other (income)/expense, net".

Gains or losses on forward exchange contracts that are designated a hedge of a foreign operation's net assets and/or long-term intercompany loans are recorded in "Translation adjustments", a separate component of shareholders' equity. These contracts reduce the risk of currency exposure on foreign currency net assets and do not exceed the foreign currency amount being hedged. To the extent the above criteria are not met, or the related assets are sold, extinguished, or terminated, activity associated with such hedges is recorded in "Other (income)/expense, net".

All open positions on forward exchange contracts are valued at fair value using the estimated forward rate of a matching contract.

Gains or losses on futures contracts have been recorded in "Other (income)/expense, net". Open positions have been valued at fair value using quoted market rates.

In late June 1998, the Company entered into interest rate swap transactions to hedge part of its interest rate exposure. Gains or losses on these transactions are recorded in "Interest expense, net" and unrealized gains or losses related to changes in the fair value of the contracts are not recognized.

In June 1998, Financial Accounting Standard No. 133, "Accounting for Derivative Instruments and Hedging Activities", was issued. This Standard establishes a new model for accounting for derivatives and hedging activities. All derivatives will be required to be recognized as either assets or liabilities and measured at fair value. Each hedging relationship must be designated and accounted for pursuant to this Standard. Since the Company already records forward exchange and futures contracts at fair value, this Standard is not expected to have a material effect on the accounting for these transactions. In accordance with this Standard, interest rate swaps that hedge interest rate exposure will be measured at fair value with the initial asset or liability recognized in "Other comprehensive income". Actual amounts paid or received on these contracts will be reclassified from "Other comprehensive income" to "Interest expense, net". The Company plans to adopt this Standard on its effective date of January 1, 2000.

3. Other (Income)/Expense, Net

Included in other (income)/expense, net for the nine months ended September 30 are: currency transactions, $4.0 million income in 1998 and $1.7 million income in 1997; amortization of debt issuance costs and loan origination fees, $0.5 million in 1998 and $0.7 million in 1997; interest rate protection agreements, $0.7 million income in 1997; strategic planning costs, $1.3 million in 1997 and other miscellaneous (income)/expenses, none of which are significant, in 1998 and 1997.

Included in other (income)/expense, net for the three months ended September 30 are: currency transactions, $3.3 million income in 1998 and $1.0 million income in 1997; amortization of debt issuance costs and loan organization fees, $0.2 million in 1998 and $0.3 million in 1997; strategic planning costs, $1.3 million in 1997 and other miscellaneous (income)/expenses, none of which are significant, in 1998 and 1997.

4. Earnings Per Share

In accordance with Financial Accounting Standard No. 128, "Earnings Per Share", net income per share is computed using the weighted average number of shares of Class A and Class B Common Stock outstanding during the period. Diluted net income per share includes the effect of all potentially dilutive securities.

The amounts used in computing earnings per share, including the effect on income and the weighted average number of shares of potentially dilutive securities, are as follows:

(in thousands)	Nine Months Ended September 30, 1998	Nine Months Ended September 30, 1997	Three Months Ended September 30, 1998	Three Months Ended September 30, 1997
Income available to common stockholders:				
Income available to common stockholders (No adjustments needed for dilutive securities)	$32,717	$35,778	$11,067	$11,424
Weighted average number of shares:				
Weighted average number of shares used in net income per share	30,153	31,005	29,783	31,187
Effect of dilutive securities:				
Stock options	446	414	265	541
Weighted average number of shares used in diluted net income per share	30,599	31,419	30,048	31,728

Options to purchase 250,000 shares of common stock at $25.5625 per share and 777,200 shares of common stock at $22.25 per share were outstanding at September 30, 1998 but were not included in the computation of diluted net income per share for the three months ended September 30, 1998 because the options' exercise price was greater than the average market price of the common shares for that period. The 250,000 shares were also not included in the computation for the nine months ended September 30, 1998.

5. Comprehensive Income

Total comprehensive income consists of:

(in thousands)	Nine Months Ended September 30, 1998	1997	Three Months Ended September 30, 1998	1997
Net income	$32,717	$35,778	$11,067	$11,424
Other comprehensive loss, before tax:				
Foreign currency translation adjustments	(866)	(25,925)	4,280	(2,875)
Income tax related to items of other comprehensive loss	-	-	-	-
Total comprehensive income	$31,851	$9,853	$15,347	$8,549

6. Income Taxes

The Company's effective tax rate for the nine months ended September 30, 1998 and 1997 was 39% and approximates the anticipated effective tax rate for the full year 1998.

7. Supplementary Cash Flow Information

Interest paid for the nine months ended September 30, 1998 and 1997 was $13.8 million and $11.4 million, respectively.

Taxes paid for the nine months ended September 30, 1998 and 1997 was $19.7 million and $16.7 million, respectively.

8. Acquisitions

In January 1998, the Company acquired substantially all of the assets of Burwell Door Systems located in Sydney, Australia for approximately $3.4 million.

In March 1998, the Company purchased all of the outstanding capital stock of Techniweave, Inc., a specialty fabricator of high performance textiles and composites. The purchase price was approximately $8.9 million with $3.3 million paid at closing and $5.6 million deferred for up to ten years.

In March 1998, the Company purchased all of the outstanding capital stock of Metco Form Oy, a Finnish supplier of forming fabrics and other engineered fabrics for pulp mills and other chemical process industries. The purchase price was approximately $10.9 million.

In April 1998, the Company purchased all of the outstanding capital stock of M&I Door Systems located in Barrie, Ontario, Canada for approximately $8.4 million.

All of the above acquisitions were accounted for as purchases and, accordingly, the Company included in its financial statements the results of operations of the acquired entities as of the respective acquisition dates.

In March 1998, the Company purchased a 50% interest in SARA (Loading Bay Specialists, Ltd.), a distributor of high performance industrial doors located in England for approximately $2.0 million. This investment is being accounted for on an equity basis and is included in "Investments in Associated Companies".

9. Stock Dividends

On July 3, 1998 and October 5, 1998, the Company distributed a total of 239,640 shares of Class A Common Stock and 56,286 shares of Class B Common Stock in connection with two 0.5% stock dividends. As a result of the stock dividends, additional paid-in capital was increased $4.9 million, treasury stock was reduced $2.7 million and retained earnings was decreased $7.6 million as of September 30, 1998. All references in the accompanying financial statements to the number of common shares and per-share amounts have been restated to reflect the stock dividends.

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

For the Three and Nine Months Ended September 30, 1998

The following discussion should be read in conjunction with the accompanying Consolidated Financial Statements and Notes thereto.

RESULTS OF OPERATIONS:

Net sales increased to $176.3 million for the three months ended September 30, 1998 as compared to $171.7 million for the three months ended September 30, 1997. The effect of the stronger U.S. dollar as compared to the third quarter of 1997 was to decrease net sales by $3.9 million. Acquisitions, as discussed below, added $7.2 million to third quarter 1998 net sales. Excluding these two factors, 1998 net sales were flat as compared to 1997.

Net sales for the nine months ended September 30, 1998 increased 1.3% to $532.1 million as compared to $525.5 million for the same period in 1997. The effect of the stronger U.S. dollar as compared to the first nine months of 1997 was to decrease net sales by $17.4 million. 1998 acquisitions added $14.0 million to net sales. Excluding these two factors, 1998 net sales increased 1.9% as compared to 1997.

Geographically, net sales for the nine months ended September 30, 1998, as compared to the same period in 1997, increased slightly in the United States and decreased in Canada. Net sales in Canada were impacted by the effect of the stronger U.S. dollar and a weather related shutdown that closed manufacturing operations for about two weeks in January 1998. Asian sales were lower in 1998, as compared to 1997. European sales increased in local currencies and were up slightly in U.S. dollars.

Gross profit was 41.6% of net sales for the three months ended September 30, 1998 as compared to 43.0% for the same period in 1997 bringing the nine month result to 42.5% for 1998 as compared to 42.7% for 1997. Year to date variable costs as a percent of net sales decreased to 33.6% in 1998 from 33.7% for the same period in 1997. Excluding the effect of the stronger U.S. dollar, 1998 acquisitions and the start-up of the Company's new Korean plant, as discussed below, variable costs as a percent of net sales were 32.6% in 1998.

Selling, technical, general and research expenses increased 1.8%, excluding 1998 acquisitions and the new Korean plant, for the nine months ended September 30, 1998 as compared to the nine months ended September 30, 1997. Excluding the additional effect of translation of non-U.S. currencies into fewer U.S. dollars, these expenses increased 4.3% as compared to 1997. This increase was principally due to higher wages and benefit costs and the unfavorable change in the remeasurement of foreign currency transactions incurred principally in Sweden and France.

Operating income as a percentage of net sales decreased to 12.7% for the nine months ended September 30, 1998 from 13.8% for the comparable period in 1997 due to items discussed above. Excluding the effect of the stronger U.S. dollar, 1998 acquisitions and the new Korean plant, operating income as a percentage of net sales was 13.4% in 1998.

In October 1998, the Company announced an enhanced retirement program for certain eligible employees. Although the extent of the savings and charges expected to result from this program are not yet determinable, an announcement will be made by the end of the year. Charges against earnings in the fourth quarter of 1998 will be incurred based on decisions made by employees offered the retirement incentive, plus other cost reduction steps to be formalized by the end of the year.

Interest expense increased $2.7 million for the nine months ended September 30, 1998 as compared to the same period in 1997. This increase was due to higher total debt during 1998 as a result of acquisitions and the Company's purchase of 2,458,300 shares of its own stock since November 1997.

The tax rate for the nine months ended September 30, 1998 and 1997 was 39.0% and approximates the anticipated effective rate for the full year 1998.

In late 1997, the Company finished the construction of a new paper machine clothing plant located in Chungju, South Korea for a total cost of approximately $22 million. The first shipments to customers were made in February 1998.

In January 1998, the Company acquired substantially all of the assets of Burwell Door Systems located in Sydney, Australia for approximately $3.4 million.

In March 1998, the Company purchased all of the outstanding capital stock of Techniweave, Inc., a specialty fabricator of high performance textiles and composites. The purchase price was approximately $8.9 million with $3.3 million paid at closing and $5.6 million deferred for up to ten years.

In March 1998, the Company purchased all of the outstanding capital stock of Metco Form Oy, a Finnish supplier of forming fabrics and other engineered fabrics for pulp mills and other chemical process industries. The purchase price was approximately $10.9 million.

In April 1998, the Company purchased all of the outstanding capital stock of M&I Door Systems located in Barrie, Ontario, Canada for approximately $8.4 million.

All of the above acquisitions were accounted for as purchases and, accordingly, the Company included in its financial statements the results of operations of the acquired entities as of the respective acquisition dates. Management does not expect these acquisitions to have a significant impact on 1998 operating results.

In March 1998, the Company purchased a 50% interest in SARA (Loading Bay Specialists, Ltd.), a distributor of high performance industrial doors located in England for approximately $2.0 million. This investment is being accounted for on an equity basis and is included in "Investments in Associated Companies".

Reasons for the changes in operating results for the three month period ended September 30, 1998 as compared to the corresponding period in 1997 are similar to those which affected the nine month comparisons, except where specifically noted.

LIQUIDITY AND CAPITAL RESOURCES:

Accounts receivable increased $5.7 million since December 31, 1997. Excluding the effect of the stronger U.S. dollar, acquisitions and the new Korean plant, accounts receivable decreased $0.9 million. Inventories increased $20.1 million during the nine months ended September 30, 1998. Excluding the factors noted above, inventories increased $13.0 million. The Company is currently taking steps to reduce inventories, including reduced production schedules and short-time at some operations.

The Company's current debt structure provides approximately $160 million in committed and available unused debt capacity with financial institutions. Management believes that this debt capacity, in combination with informal commitments and expected free cash flows, should be sufficient to meet operating requirements and for business opportunities and most acquisitions which support corporate strategies.

Capital expenditures for the nine months ended September 30, 1998, including leases to the extent they are required to be capitalized, were $28.5 million as compared to $39.4 million for the same period last year. The Company anticipates that capital expenditures, including leases, will be approximately $53 million for the full year and will continue to finance these expenditures with cash from operations and existing credit facilities.

A cash dividend of $.105 per share, which was declared for the fourth quarter of 1997, was paid in the first quarter of 1998. The Company also declared a cash dividend of $.105 per share for the first quarter of 1998, which was paid in the second quarter of this year. On July 3, 1998 and October 5, 1998, the Company distributed 239,640 shares of Class A Common Stock and 56,286 shares of Class B Common Stock in connection with two 0.5% stock dividends. As a result of the stock dividends, additional paid-in capital was increased $4.9 million, treasury stock was reduced $2.7 million and retained earnings was decreased $7.6 million as of September 30, 1998. All references in the accompanying financial statements to the number of common shares and per-share amounts have been restated to reflect the stock dividends.

In 1997, the Company began a program to assess, test and remedy its computer and manufacturing systems to assure that these systems will properly recognize the year 2000 and therefore substantially eliminate the risk of date-related computer shutdowns.

The most significant area to assess under this program is the Company's business systems, which includes the Company's information system, the hardware and software associated with its network of personal computers and its telecommunications infrastructure. Most of the Company's operating units have completed the assessment phase of the program and some have already begun testing and remediation. All phases are expected to be complete by mid-1999. Currently, a company-wide implementation of a new information system is in progress. This implementation has not been accelerated as a result of the year 2000 issue. Each of the Company's operating units are at a different level of completion. In some cases, the existing system which is being replaced is not year 2000 compliant. For these systems, if the implementation of the new system is not expected to be complete by the year 2000, a contingency plan which includes upgrading the existing software or the temporary use of manual processes will be put in place. The Company does not expect any significant problems related to year 2000 compliance of its business systems.

The Company's manufacturing process involves some use of computers and embedded chips in process equipment. Each operating unit has been assigned a coordinator to oversee the planning, testing and remediation of this equipment. While each operation is at a different state of readiness, all work is expected to be complete by mid-1999. While the Company does not anticipate any year 2000 related shutdowns, it expects that any problems that do occur would be isolated to one or a few operations. In these cases, production can be moved to other operations within the Company until the problems are corrected. The Company would expect to be able to remediate any undiscovered year 2000 related machinery problems within a matter of days, with no material impact on overall production.

The Company depends on customers and suppliers for its daily operations. Disruptions due to year 2000 problems in their operations could have a significant impact on the Company. The Company is currently monitoring the status of its customers and suppliers to determine risks and contingency plans.

Total external costs of the year 2000 program are estimated to be $1.0 million and are expected to be funded from cash flow from operations. Of the $1.0 million, $0.3 million is for consultants, $0.5 million for hardware and $0.2 million for software. As of September 30, 1998, $0.3 million has been spent on consultants and $0.1 million has been spent on hardware. Cost estimates are being monitored and will be revised as needed.

The estimates and conclusions herein contain forward-looking statements and are based on management's best estimates of future events. The risks to completing this plan include the Company's ability to discover and correct year 2000 problems within its systems and the ability of its customers and suppliers to bring their systems into year 2000 compliance.

In June 1998, Financial Accounting Standard No. 133, "Accounting for Derivative Instruments and Hedging Activities", was issued. This Standard establishes a new model for accounting for derivatives and hedging activities. All derivatives will be required to be recognized as either assets or liabilities and measured at fair value. Each hedging relationship must be designated and accounted for pursuant to this Standard. Since the Company already records forward exchange and futures contracts at fair value, this Standard is not expected to have a material effect on the accounting for these transactions. In accordance with this Standard, interest rate swaps, that hedge interest rate exposure, will be measured at fair value with the initial asset or liability recognized in "Other comprehensive income". Actual amounts paid or received on these contracts will be reclassified from "Other comprehensive income" to "Interest expense, net". The Company plans to adopt this Standard on its effective date of January 1, 2000.

Part II - Other Information

Item 6. Exhibits and Reports on Form 8-K

No reports on Form 8-K were filed during the quarter ended September 30, 1998.

Exhibit No.	Description
11.	Schedule of computation of net income per share and diluted net income per share
27.	Financial data schedule

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.

ALBANY INTERNATIONAL CORP.

(Registrant)

Date: November 10, 1998

by /s/Michael C. Nahl

Michael C. Nahl
Sr. Vice President and
Chief Financial Officer

ALBANY INTERNATIONAL CORP.
EXHIBIT 11
SCHEDULE OF COMPUTATION OF NET INCOME PER SHARE AND DILUTED NET INCOME PER SHARE

(in thousands, except per share data)

	For the three months ended September 30, 1998 (1)	For the three months ended September 30, 1997 (1)	For the nine months ended September 30, 1998 (1)	For the nine months ended September 30, 1997 (1)
Net Income	$11,067	$11,424	$32,717	$35,778
Weighted average number of shares	29,782,592	31,187,311	30,153,103	31,005,132
Effect of potentially dilutive securities:				
Stock options (2)	265,494	540,754	445,730	413,860
Weighted average number shares, including the effect of potentially dilutive securities	30,048,086	31,728,065	30,598,833	31,418,992
Net income per share	$0.37	$0.37	$1.09	$1.15
Diluted net income per share	$0.37	$0.36	$1.07	$1.14

Calculation of Weighted Average Number of Shares (3):

Activity	Shares Outstanding (1)	Days Year to Date	Days Quarter	Weighted Average Shares For the three months ended September 30, 1998	Weighted Average Shares For the three months ended September 30, 1997	Weighted Average Shares For the nine months ended September 30, 1998	Weighted Average Shares For the nine months ended September 30, 1997
1997							
Beginning balance	30,770,033	1					112,711
Options - 200 shares	30,770,235	1					112,711
Options - 3,600 shares	30,773,871	3					338,174
Options - 10,000 shares	30,783,971	1					112,762
Options - 900 shares	30,784,880	1					112,765
Options - 5,000 shares	30,789,930	19					2,142,889
Treasury shares - 57,500	30,731,854	3					337,713
Options - 37,300 shares	30,769,528	1					112,709
ESOP shares - 12,002	30,781,650	3					338,260
Options - 20,000 shares	30,801,851	4					451,309
Options - 5,000 shares	30,806,901	5					564,229
Options - 27,000 shares	30,834,171	1					112,946
Options - 1,400 shares	30,835,586	1					112,951
Options - 28,600 shares	30,864,472	4					452,227
Options - 10,000 shares	30,874,572	10					1,130,937
ESOP shares - 58,773	30,933,935	31					3,512,645
ESOP shares - 12,126	30,946,182	2					226,712
Options - 1,800 shares	30,948,000	19					2,153,890
Directors shares - 2,922	30,950,952	9					1,020,361
ESOP shares - 12,380	30,963,456	1					113,419
Treasury shares - 4,400	30,959,012	30					3,402,089
ESOP shares - 12,193	30,971,327	9					1,021,033
Options - 2,500 shares	30,973,852	3					340,372
Options - 17,900 shares	30,991,931	1					113,524
Options - 10,200 shares	31,002,234	5					567,806
Options - 8,700 shares	31,011,021	1					113,593
Options - 19,200 shares	31,030,413	6					681,987
Options - 5,000 shares	31,035,463	1					113,683
Options - 14,000 shares	31,049,604	4					454,939
ESOP shares - 11,243	31,060,959	22	21		7,090,002		2,503,081
Options - 5,100 shares	31,066,111	2	2		675,350		227,591
Options - 22,000 shares	31,088,331	1	1		337,917		113,877
Options - 60,000 shares	31,148,933	6	6		2,031,452		684,592
Options - 26,800 shares and ESOP shares - 10,555	31,186,662	1	1		338,985		114,237
Options - 600 shares	31,187,268	4	4		1,355,968		456,956

ALBANY INTERNATIONAL CORP.
EXHIBIT 11
SCHEDULE OF COMPUTATION OF NET INCOME PER SHARE AND DILUTED NET INCOME PER SHARE

(in thousands, except per share data)

Options - 16,800 shares	31,204,237	1	1	339,176		114,301
Options - 1,000 shares	31,205,247	1	1	339,187		114,305
Options - 1,000 shares	31,206,257	1	1	339,198		114,309
Options - 12,500 shares	31,218,882	4	4	1,357,343		457,420
Options - 2,500 shares	31,221,407	2	2	678,726		228,728
Options - 500 shares	31,221,912	4	4	1,357,474		457,464
Options - 1,800 shares	31,223,730	1	1	339,388		114,373
Options - 800 shares	31,224,538	1	1	339,397		114,376
Options - 3,400 shares	31,227,972	2	2	678,869		228,776
Options - 1,800 shares	31,229,790	3	3	1,018,363		343,185
Options - 4,300 shares	31,234,133	1	1	339,501		114,411
Options - 1,800 shares	31,235,951	5	5	1,697,606		572,087
ESOP shares - 9,406	31,245,452	2	2	679,249		228,904
Options - 1,000 shares	31,246,462	1	1	339,635		114,456
Options - 600 shares	31,247,068	1	1	339,642		114,458
Options - 1,000 shares	31,248,078	1	1	339,653		114,462
Options - 4,400 shares	31,252,522	6	6	2,038,208		686,869
Options - 1,000 shares	31,253,532	1	1	339,712		114,482
Options - 8,300 shares	31,261,915	3	3	1,019,410		343,538
Options - 5,300 shares	31,267,268	15	15	5,097,924		1,717,982
ESOP shares - 10,061	31,277,430	1	1	339,972		114,569
				--------------		---------
Totals				31,187,311		31,005,132
				==============		=========
1998						
Beginning balance	31,018,167	8			908,957	
Treasury shares - 5,000	31,013,117	6			681,607	
Options - 2,500 shares	31,015,642	1			113,610	
Treasury shares - 411,100	30,600,420	7			784,626	
Treasury shares - 400,000	30,196,410	7			774,267	
Treasury shares - 13.700	30,182,573	1			110,559	
ESOP shares - 12,783	30,195,484	25			2,765,154	
Treasury shares - 26,000	30,169,224	3			331,530	
ESOP shares - 41,378	30,211,016	13			1,438,620	
Options - 600 shares	30,211,622	5			553,326	
Options - 20,000 shares	30,231,823	9			996,654	
Options - 8,000 shares	30,239,903	4			443,076	
Options - 9,500 shares and ESOP shares - 10,011	30,259,610	2			221,682	
Options - 4,400 shares	30,264,054	1			110,857	
Options - 8,000 shares	30,272,134	3			332,661	
Options - 16,600 shares	30,288,900	15			1,664,225	
Options - 1,600 shares	30,290,516	3			332,863	
Options - 5,400 shares	30,295,971	4			443,897	
Options - 1,500 shares	30,297,486	2			221,960	
ESOP shares - 10,443	30,308,033	1			111,018	
Options - 500 shares	30,308,538	10			1,110,203	
Options - 7,400 shares	30,316,012	4			444,191	
Directors shares - 2,004	30,318,037	4			444,220	
Options - 600 shares	30,318,643	1			111,057	
Options - 3,000 shares	30,321,673	2			222,137	
Options - 1,200 shares	30,322,885	5			555,364	
Options - 600 shares	30,323,491	4			444,300	
ESOP shares - 9,096	30,332,678	3			333,326	
Options - 10,000 shares	30,342,778	2			222,291	
Options - 10,000 shares	30,352,878	3			333,548	
Options - 2,500 shares	30,355,403	1			111,192	
Options - 500 shares	30,355,908	9			1,000,744	
Options - 3,000 shares	30,358,939	1			111,205	
Treasury shares - 6,900	30,351,969	3			333,538	

ALBANY INTERNATIONAL CORP.
EXHIBIT 11
SCHEDULE OF COMPUTATION OF NET INCOME PER SHARE AND DILUTED NET INCOME PER SHARE

(in thousands, except per share data)

Options - 550 shares	30,352,525	3			333,544
Treasury shares - 120,000	30,231,322	5			553,687
ESOP shares - 11,371	30,243,186	22	21	6,903,336	2,437,180
Treasury shares - 72,200	30,170,625	1	1	327,942	110,515
Treasury shares - 33,700	30,136,756	1	1	327,573	110,391
Treasury shares - 50,000	30,086,506	7	7	2,289,191	771,449
ESOP shares - 13,945	30,100,521	4	4	1,308,718	441,033
Treasury shares - 52,000	30,048,261	3	3	979,835	330,201
Treasury shares - 64,800	29,983,137	4	4	1,303,615	439,313
Treasury shares - 7,800	29,975,298	2	2	651,637	219,599
Treasury shares - 63,700	29,911,279	4	4	1,300,490	438,261
Treasury shares - 16,800	29,894,395	2	2	649,878	219,007
Treasury shares - 60,000	29,834,095	1	1	324,284	109,282
Treasury shares - 14,400	29,819,623	1	1	324,126	109,229
Treasury shares - 50,000	29,769,373	5	5	1,617,901	545,227
Treasury shares - 40,100	29,729,073	1	1	323,142	108,898
Treasury shares - 5,000	29,724,048	4	4	1,292,350	435,517
ESOP shares - 13,856	29,737,973	2	2	646,478	217,861
Treasury shares - 36,000	29,701,793	1	1	322,846	108,798
Treasury shares - 152,000	29,549,033	1	1	321,185	108,238
Treasury shares - 200,000	29,348,033	5	5	1,595,002	537,510
Treasury shares - 100,000	29,247,533	1	1	317,908	107,134
Treasury shares - 15,000	29,232,458	5	5	1,588,721	535,393
Treasury shares - 35,000	29,197,283	1	1	317,362	106,950
Treasury shares - 44,900	29,152,159	9	9	2,851,842	961,060
Treasury shares - 63,600	29,088,241	5	5	1,580,883	532,752
ESOP shares - 14,678	29,104,210	1	1	316,350	106,609
Totals				29,782,592	30,153,103

(1) Includes Class A and Class B Common Stock

(2) Incremental shares of unexercised options are calculated based on the average price of the Company's stock for the respective period. The calculation includes all options that are dilutive to earnings per share.

(3) Weighted average number of shares have been retroactively restated to reflect the 0.5% stock dividends issued on July 3, 1998 and October 5, 1998. Each change in the total share balance is comprised of the transaction noted plus the retroactive effect of the stock dividends.

5

THIS SCHEDULE CONTAINS SUMMARY FINANCIAL INFORMATION EXTRACTED FROM ALBANY INTERNATIONAL CORP'S CONSOLIDATED FINANCIAL STATEMENTS AS OF AND FOR THE NINE MONTHS ENDED SEPTEMBER 30, 1998 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

Note - Earnings per share reflect the impact of a 0.5% stock dividend that was distributed on October 5, 1998. Prior Financial Data Schedules have not been restated to reflect this dividend.

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9-MOS
DEC-31-1998
SEP-30-1998
4,439
0
183,810
6,182
200,559
403,145
656,147
331,054
853,489
218,671
187,821
0
0
32
332,151
853,489
532,130
532,130
306,024
463,662
(77)
958
14,267
53,320
20,792
32,717
0
0
0
32,717
1.09
1.07