



INNOVATIONS FOR LIVING®

Financial Strategy

Duncan Palmer
Chief Financial Officer



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Forward-looking Statement and Non-GAAP Measures

This presentation contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results to differ materially from those projected in these statements. Such factors include competitive factors, pricing pressures, availability and cost of energy and materials, acquisitions and achievement of expected synergies therefrom, general economic conditions and factors detailed from time to time in the Company's Securities and Exchange Commission filings. The information in this presentation speaks as of the date September 8, 2008, and is subject to change. The Company does not undertake any duty to update or revise forward-looking statements. Any distribution of this presentation after that date is not intended and will not be construed as updating or confirming such information.

Additional Company information is available on the Owens Corning Web site: www.owenscorning.com. Certain data included within this presentation contains "non-GAAP financial measures" as defined by the Securities and Exchange Commission. A reconciliation of these non-GAAP financial measures to their most directly comparable financial measures calculated and presented in accordance with generally accepted accounting principles can be found in our Current Report on Form 8-K filed with the Securities and Exchange Commission on July 30, 2008.



Financial Strategies

- Financial performance and discipline
 - Strong operating cash flow to support growth and innovation
 - Continual focus on return on net assets in excess of cost of capital
- Balanced use of free cash flow
 - Maintain strong balance sheet and ample liquidity
 - Disciplined capital investment to maintain the core business and to grow through international opportunities
 - Support shareholder returns



Balance Sheet Snapshot

(\$ in millions)	Owens Corning	
	June 30, 2008	December 31, 2007
Cash	\$ 121	\$ 135
Total Debt	2,100	2,050
Shareholder Equity	4,054	3,988
Total Capitalization	6,154	6,038
Available Liquidity ⁽¹⁾	869	910
Debt/Adjusted LTM EBITDA	3.2	3.0
Debt/Total Capitalization	34%	34%

⁽¹⁾ Unused portion of the \$1 billion revolving credit facility and cash on hand

Guidance for 2008

- EBIT at least \$265 million for the fiscal year
- Cash taxes will be less than the \$40 million paid in 2007
- Capital expenditures estimated to be \$350 million in 2008
- Energy used in manufacturing
 - Represents about 10% of cost of sales
 - About 60% natural gas, 30% electricity, 10% other



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Questions



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Closing Comments

Mike Thaman,
Chairman and Chief Executive Officer

Duncan Palmer,
Chief Financial Officer



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Questions



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