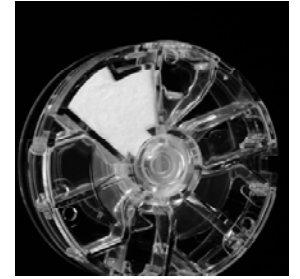
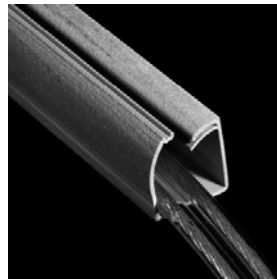
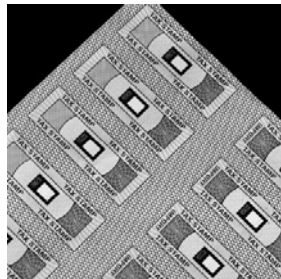
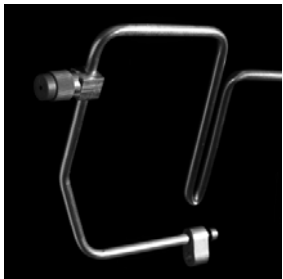




Interim results

for six months ended 30 June 2007



Disclaimer



Disclaimer

THIS DOCUMENT IS STRICTLY CONFIDENTIAL TO THE RECIPIENT. THE RECIPIENT MAY NOT DISTRIBUTE THIS DOCUMENT TO THE PRESS OR ANY OTHER MEDIA NOR REPRODUCE IT IN ANY FORM.

THIS DOCUMENT IS DIRECTED ONLY AT PERSONS WHO (I) ARE PERSONS FALLING WITHIN ARTICLE 49(2)(A) TO (D) ("HIGH NET WORTH COMPANIES, UNINCORPORATED ASSOCIATIONS ETC.") OF THE FINANCIAL SERVICES AND MARKETS ACT 2000 (FINANCIAL PROMOTION) ORDER 2005 OR (II) HAVE PROFESSIONAL EXPERIENCE IN MATTERS RELATING TO INVESTMENTS OR (III) WHO ARE INTERMEDIATE CUSTOMERS UNDER CHAPTER 4 OF THE FINANCIAL SERVICES AUTHORITY CONDUCT OF BUSINESS RULES (BUT ONLY IF THIS DOCUMENT IS PREPARED AND DISTRIBUTED, OR APPROVED BY, A PERSON AUTHORISED UNDER THE FINANCIAL SERVICES AND MARKETS ACT 2000) OR (IV) ARE OUTSIDE THE UNITED KINGDOM (ALL SUCH PERSONS TOGETHER BEING REFERRED TO AS "RELEVANT PERSONS"). THIS DOCUMENT MUST NOT BE ACTED ON OR RELIED ON BY PERSONS WHO ARE NOT RELEVANT PERSONS.

NEITHER THIS DOCUMENT NOR ANY COPY OF IT MAY BE TAKEN OR TRANSMITTED INTO THE UNITED STATES OR ANY OF ITS TERRITORIES OR POSSESSIONS OR DISTRIBUTED DIRECTLY OR INDIRECTLY INTO THE UNITED STATES OR TO ANY U.S. PERSONS (WITHIN THE MEANING OF REGULATIONS UNDER THE U.S. SECURITIES ACT OF 1933). THIS PROVISION SHALL NOT PREVENT THE COMPANY FROM DISTRIBUTING THIS DOCUMENT TO SELECTED PERSONS IN THE U.S. NEITHER THIS DOCUMENT NOR ANY COPY OF IT MAY BE TAKEN OR TRANSMITTED TO, OR DISTRIBUTED OR REDISTRIBUTED IN, CANADA, AUSTRALIA OR JAPAN OR TO ANY RESIDENT THEREOF. THE DISTRIBUTION OF THIS DOCUMENT IN OTHER JURISDICTIONS MAY BE RESTRICTED BY LAW AND PERSONS INTO WHOSE POSSESSION THIS DOCUMENT COMES COULD INFORM THEMSELVES ABOUT, AND OBSERVE, ANY SUCH RESTRICTIONS.

WHILE THE INFORMATION IN THIS DOCUMENT AND THE OPINIONS ARE BASED ON SOURCES BELIEVED TO BE RELIABLE, FILTRONA PLC (THE "COMPANY") HAS NOT INDEPENDENTLY VERIFIED THE CONTENTS OF THIS DOCUMENT. ACCORDINGLY, NO REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, IS MADE AS TO AND NO RELIANCE SHOULD BE PLACED ON THE FAIRNESS, ACCURACY, COMPLETENESS OR CORRECTNESS OF THE INFORMATION AND OPINIONS CONTAINED IN THIS DOCUMENT OR IN ANY PRESENTATION OR OTHER COMMUNICATION (WHETHER WRITTEN OR ORAL) ACCOMPANYING THIS DOCUMENT, AND NONE OF THE COMPANY OR ITS SHAREHOLDERS, NOR ANY OF THEIR AFFILIATES OR ANY OF THEIR RESPECTIVE DIRECTORS, MEMBERS, OFFICERS OR EMPLOYEES SHALL HAVE ANY LIABILITY WHATSOEVER FOR ANY LOSS HOWSOEVER ARISING FROM ANY USE OF THIS DOCUMENT OR ITS CONTENTS OR OTHERWISE ARISING IN CONNECTION THEREWITH.

EXCEPT FOR THE HISTORICAL INFORMATION CONTAINED HEREIN, THE MATTERS DISCUSSED IN THIS DOCUMENT INCLUDE FORWARD LOOKING STATEMENTS THAT INVOLVE RISKS AND UNCERTAINTIES THAT COULD CAUSE ACTUAL RESULTS TO DIFFER MATERIALLY FROM THOSE PREDICTED BY SUCH FORWARD LOOKING STATEMENTS. THESE RISKS AND UNCERTAINTIES INCLUDE INTERNATIONAL, NATIONAL AND LOCAL CONDITIONS AND OTHER FACTORS INCLUDING THOSE DESCRIBED UNDER "ANALYSIS OF PRINCIPLE RISKS" IN THE COMPANY'S ANNUAL REPORT AND ACCOUNTS.

THIS DOCUMENT DOES NOT CONSTITUTE OR FORM PART OF ANY OFFER FOR SALE OR SUBSCRIPTION OF, OR SOLICITATION OF ANY OFFER TO BUY OR SUBSCRIBE FOR, SHARES IN THE COMPANY OR ANY OTHER SECURITIES, NOR SHALL IT OR ANY PART OF IT FORM THE BASIS OF, OR BE RELIED ON IN CONNECTION WITH, OR ACT AS AN INDUCEMENT TO ENTER INTO, ANY CONTRACT OR COMMITMENT WHATSOEVER WITH RESPECT TO ANY SUCH SHARES OR SECURITIES.

THIS DOCUMENT HAS BEEN FORWARDED TO YOU SOLELY FOR YOUR INFORMATION AND MAY NOT BE REPRODUCED OR REDISTRIBUTED TO ANY OTHER PERSON. BY ACCEPTING THIS DOCUMENT YOU AGREE TO BE BOUND BY THE FOREGOING LIMITATIONS.

Financial Highlights*



			Underlying $\Delta\%$ [#]		Reported $\Delta\%$
Revenue	£257.2m	↑	1.5	↓	(4.5)
Operating profit**	£34.7m	↑	17.2	↑	9.5
Profit before tax	£26.7m	↑	17.5	↓	(5.3)
Adjusted EPS**	9.3p	↑	17.7	↑	9.4
Operating cash flow	£28.3m			↑	48.2

* Continuing operations

** before amortisation and restructuring costs

[#] underlying translated at constant exchange rates and before restructuring costs

Financial Track Record

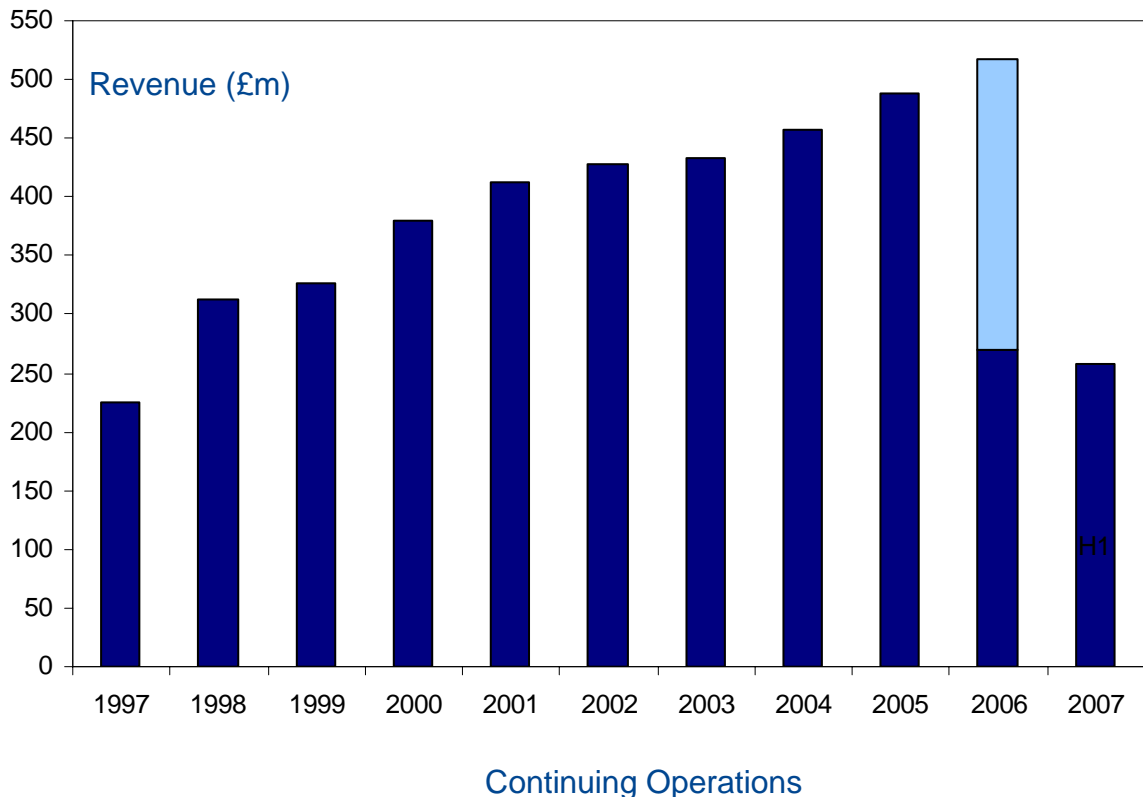


10 year track record

- 6% organic
- 4% from acquisitions
- double digit margins

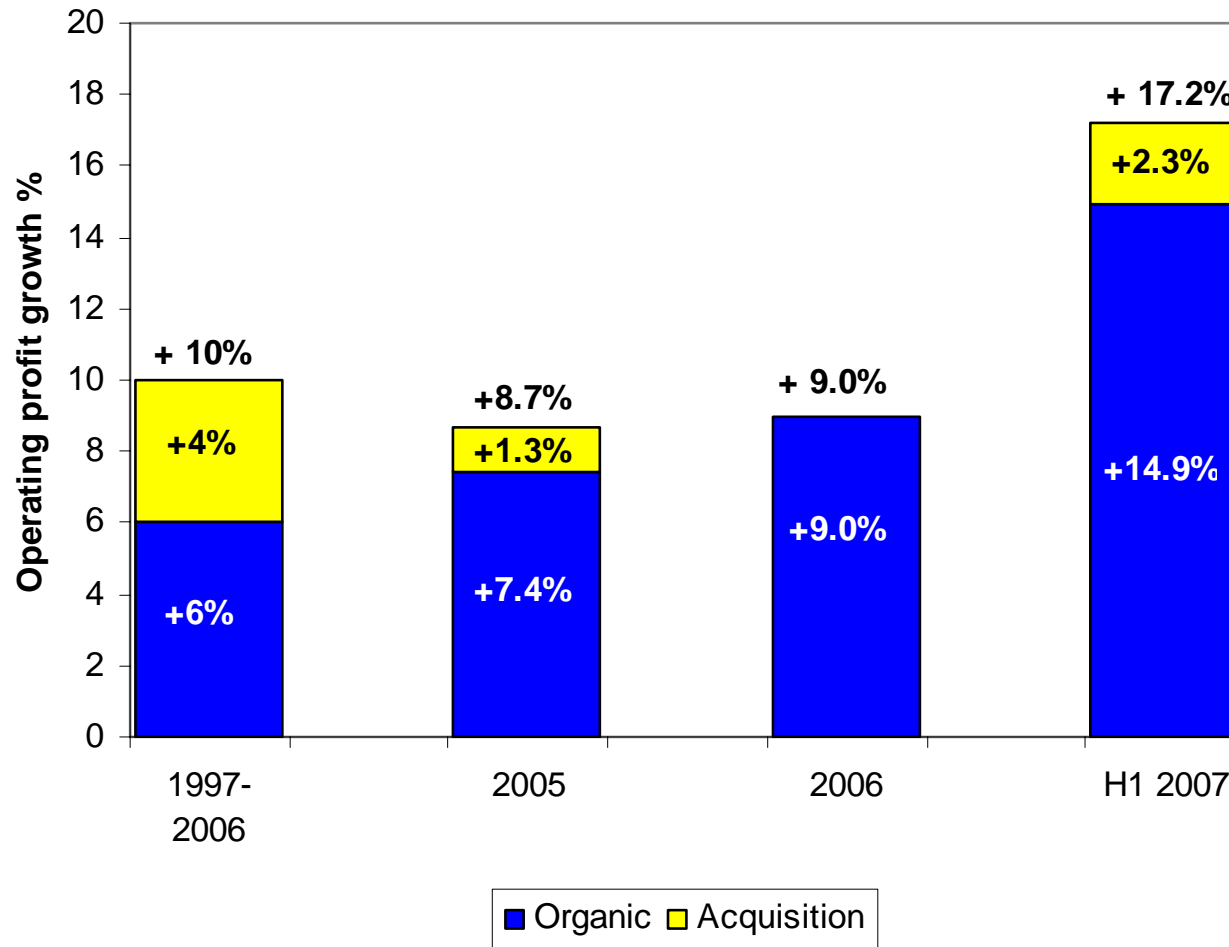
2007

- at constant exchange rates revenue up 1.5%
- margins improved to 13.5% from 11.8%



Financial track record of strong growth and double digit margins

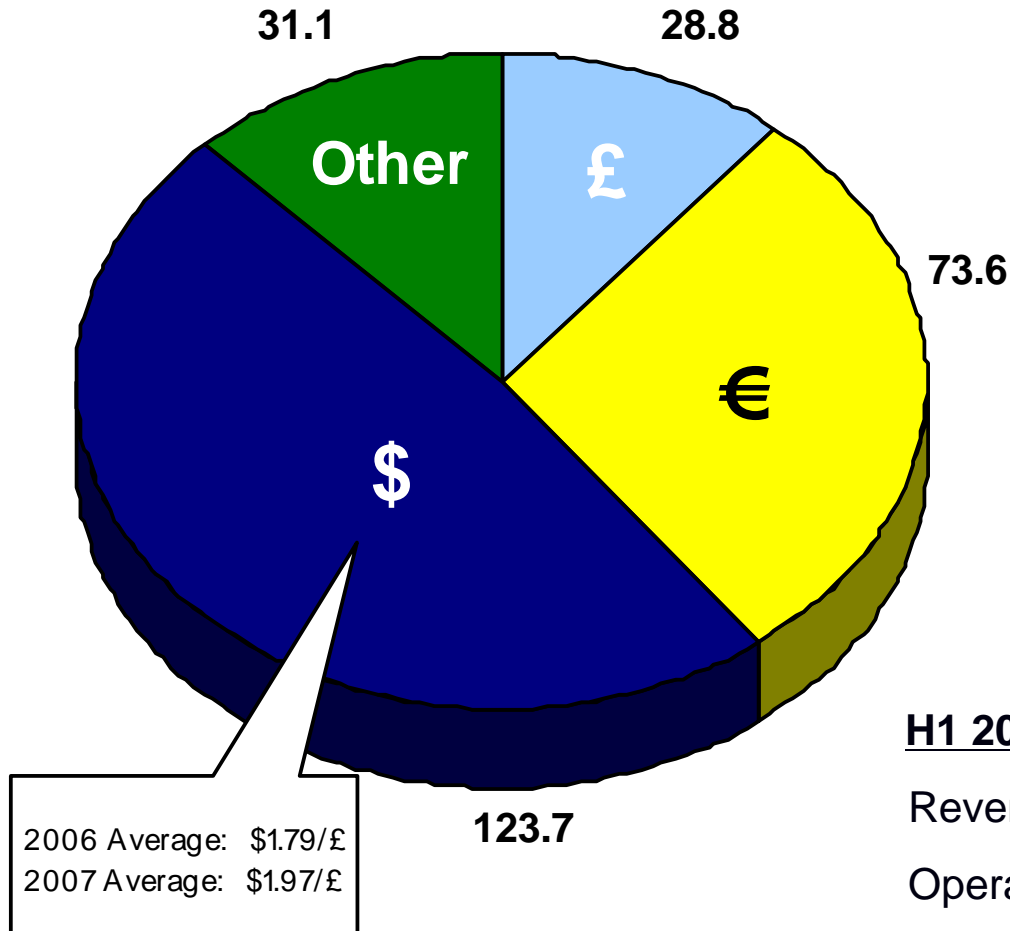
Financial Track Record II



Revenue by Functional Currency



£m



Segmental Summary



£m	Revenue		Operating profit	
	2007	2006	2007	2006
Plastic Technologies*	136.7	137.9	21.7	21.4
Fibre Technologies	120.5	131.4	17.0	14.0
Central Services			(4.0)	(3.7)
	<u>257.2</u>	<u>269.3</u>	<u>34.7</u>	<u>31.7</u>
Operating margin			13.5%	11.8%

*Excluding Globalpack

Earnings



£m	2007		2006		Underlying Δ% [#]	Reported Δ%
Operating profit	34.7		31.7		17.2	9.5
Amortisation	(0.6)		(0.5)			
Restructuring costs	(4.2)		-			
Net finance expense	(3.2)		(3.0)			
Profit before tax	26.7		28.2		17.5	(5.3)
Income tax	34% (9.1)		34% (9.5)			
Discontinued operations	2.0		0.4			
Minority interests	(1.5)		(0.7)			
Earnings	18.0		18.4			
Adjusted EPS	9.3p		8.5p		17.7	9.4
Dividend per share	2.52p		2.30p			9.6

[#]underlying translated at constant exchange rates and before restructuring costs

Balance Sheet



£m	30 June 2007	30 June 2006
Intangible assets	84.5	61.9
Property, plant and equipment	166.3	177.6
Working capital	70.9	78.1
Income tax/deferred tax	(23.7)	(19.8)
	<hr/>	<hr/>
	298.0	297.8
Deferred consideration	10.2	-
Provisions	(13.0)	(6.3)
Pension deficit	(28.9)	(36.1)
	<hr/>	<hr/>
	266.3	255.4
	<hr/> <hr/>	<hr/> <hr/>
Shareholders' funds	147.0	132.3
Minority interests	4.2	5.7
Net debt	115.1	117.4
	<hr/>	<hr/>
	266.3	255.4
	<hr/> <hr/>	<hr/> <hr/>
Net debt to EBITDA	1.39	1.41
Return on average capital (%)	26.0	24.7

Cash Flow



£m	2007	2006	Δ%
Continuing operations			
Operating profit	34.7	31.7	
Depreciation	10.3	10.3	
Share options	0.8	0.7	
EBITDA	45.8	42.7	7.3%
Working capital	(5.2)	(8.1)	
Other	(0.4)	(1.6)	
Cash inflow from operations	40.2	33.0	21.8%
Net capital expenditure	(11.9)	(13.9)	
Operating cash flow	28.3	19.1	48.2%
Net finance expense	(3.0)	(3.5)	
Income tax	(10.6)	(11.3)	
Restructuring costs	(3.3)	-	
Acquisitions	(31.5)	(0.5)	
Share purchase	(1.7)	-	
Disposals	13.4	0.3	
Other	(0.7)	(0.5)	
Cash flow	(9.1)	3.6	

Enhanced Quality of Earnings



	Acquisition	Disposal
	Duraco	Globalpack
Geographic location	US	Brazil
Market	Finishing Products	Consumer Packaging
Consideration	\$61.0m	\$51.0m*
Revenue (to 31 Dec 2006)	\$30.3m	\$50.2m
Profit before tax (to 31 Dec 2006)	\$6.5m	\$4.3m
Transaction multiple [#]	9.4x	11.9x

* Initial consideration of \$31m plus deferred consideration of \$25m payable over 5 years discounted back at 8%

[#] Discounted consideration/Pbt

Summary

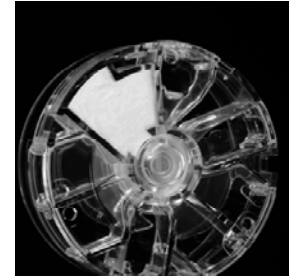
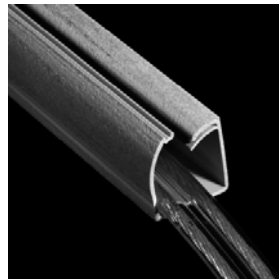
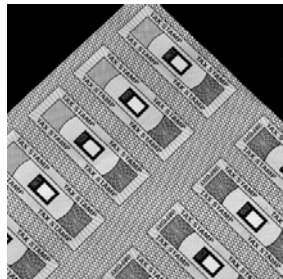
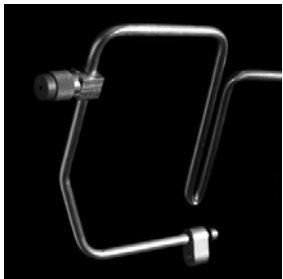


- Margin improvement
- Strong cash generation
- Enhanced quality of earnings





Operating Review



Plastic Technologies



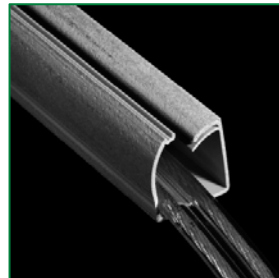
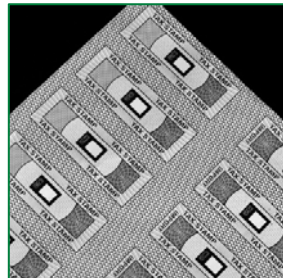
£m	2007	2006	△ %	△ %*
Revenue	136.7	137.9	(0.9)	4.8
Operating profit	21.7	21.4	1.4	6.9
Margin %	15.9	15.5		

Moderation of growth after very strong 2006

Stronger performance of higher margin businesses

Mix enrichment from Duraco acquisition and Globalpack disposal

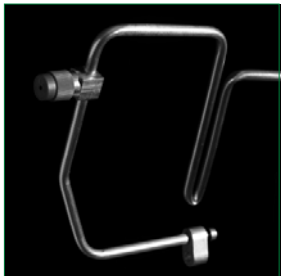
**constant exchange rates*



Protection and Finishing Products



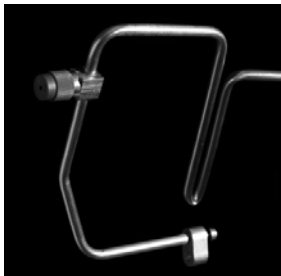
- Moss developing well in newer and more established Continental European operations
- Skiffy strong momentum from Amsterdam and benefits from new catalogue
- Successful Alliance Express start up in Chicago and growth in Brazil accelerating
- Duraco acquisition
- MSI affected by pipeyard de-stocking but Q3 picking up
- China operational in Q4



Duraco – Key Metrics



- Based in Chicago, Illinois
- Revenue of \$30m and operating profit of \$6.5m
- 122 employees
- Specialist adhesive coated foam products for POP and selected industrial markets
- Integration progressing to plan
- Expansion of product and market base for Protection and Finishing Products



Protection and Finishing Products



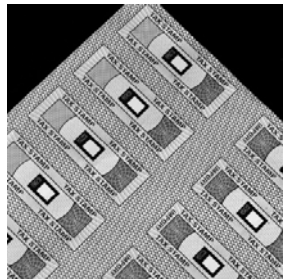
- Moss developing well in newer and more established Continental European operations
- Skiffy strong momentum from Amsterdam and benefits from new catalogue
- Successful Alliance Express start up in Chicago and growth in Brazil accelerating
- Duraco acquired for \$61m, new President appointed and integration progressing well
- MSI affected by pipeyard de-stocking but Q3 picking up
- China operational in Q4



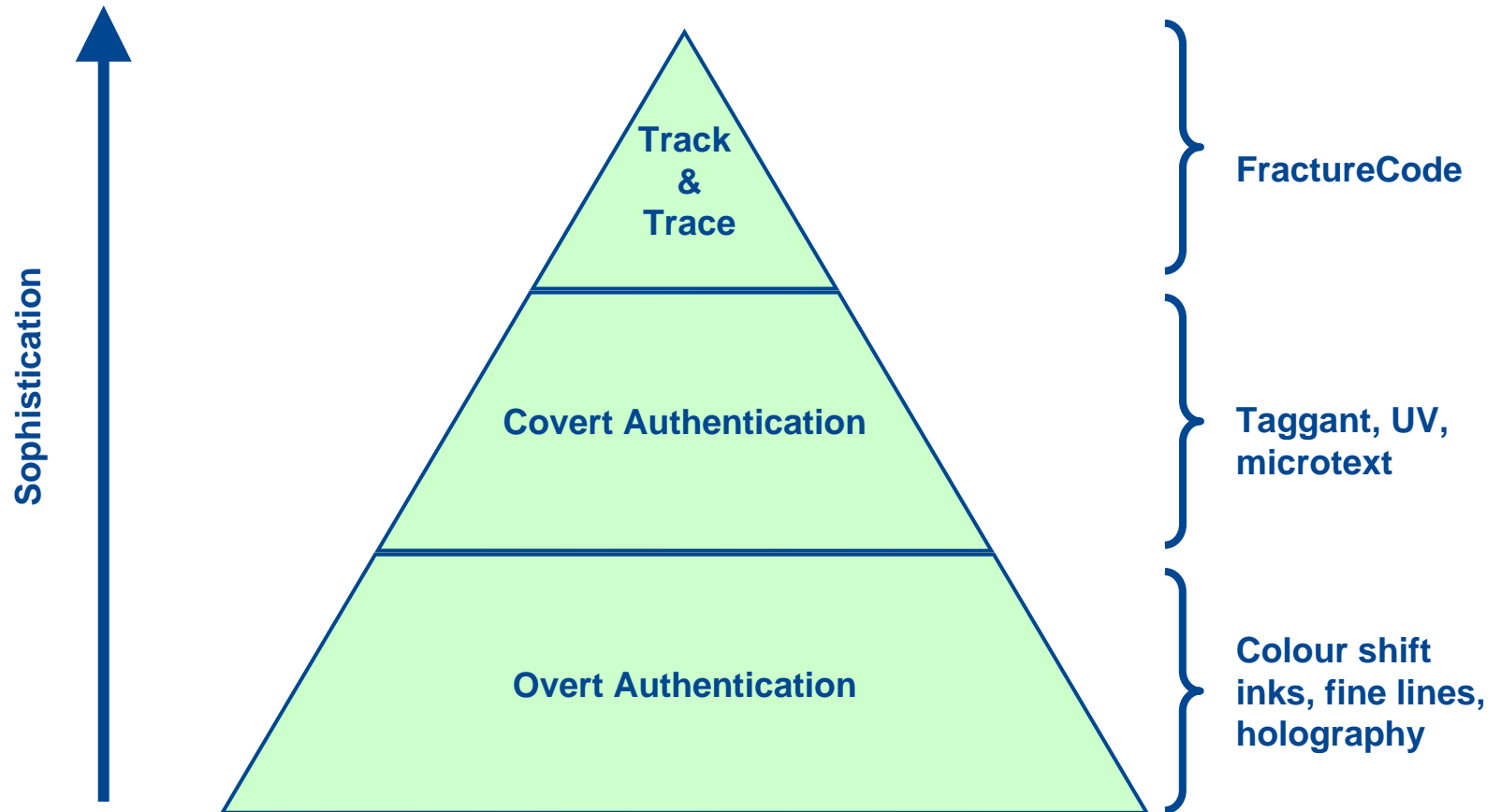
Coated and Security Products



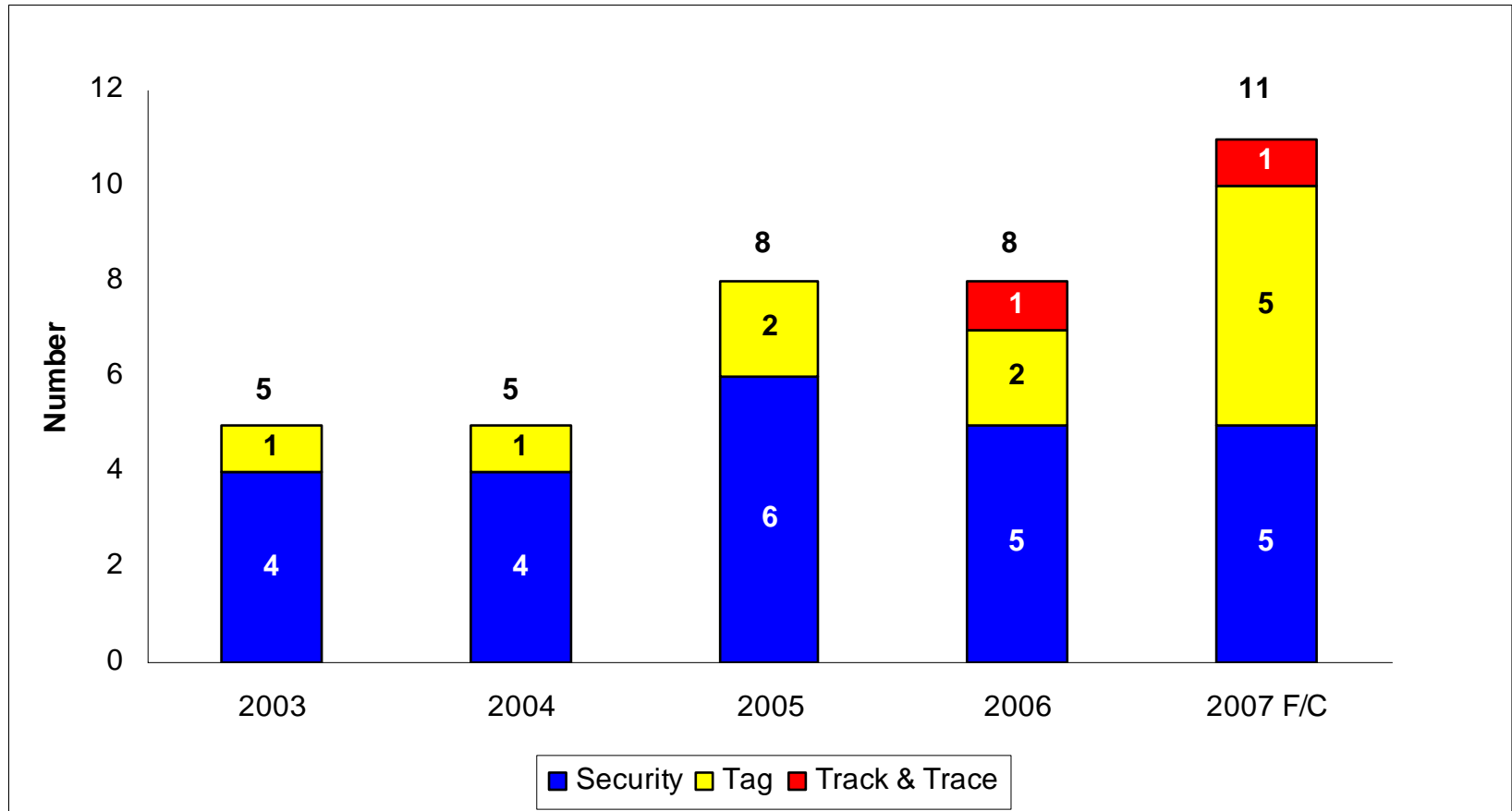
- Tear tape growth due to value added products and impact of labour restructuring
- Strong volumes for UK passport laminates
- First security label orders in production
- FractureCode



Security Products - Technology Pyramid

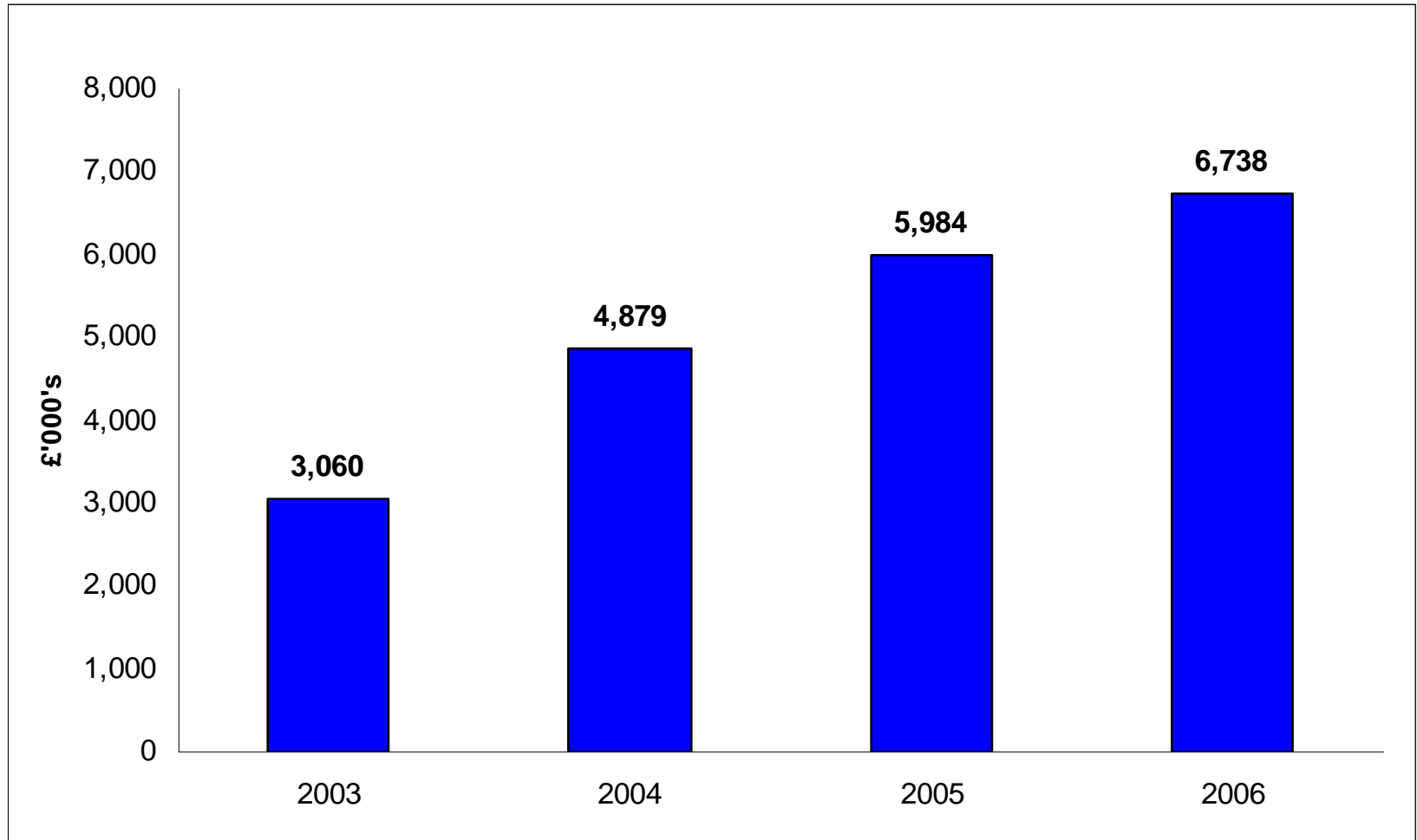


Security Products - Significant Customers*



* Customers with sales in excess £100,000 p.a.

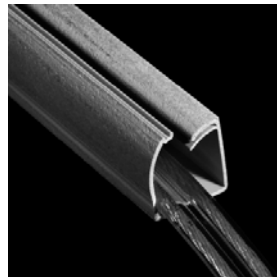
Security Products - Revenue Index



Plastic Profile and Sheet



- Challenging trading conditions in US
- Custom products weak – reflection of general US economic activity
- Massachusetts consolidation scheduled for completion in Q4
- Clean rooms to support penetration into medical products market
- Enitor growth momentum continues – especially point-of-purchase products



Plastic Profile and Sheet Mexico Clean Room



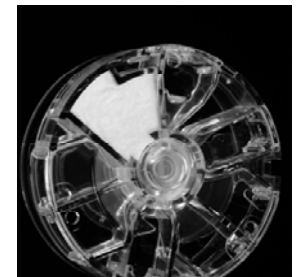
Fibre Technologies



£m	2007	2006	Δ %	Δ %*
Revenue	120.5	131.4	(8.3)	(2.2)
Operating profit	17.0	14.0	21.4	30.8
Margin %	14.1	10.7		

- Recovery in Cigarette Filters profitability
- Fibertec strong momentum sustained

**constant exchange rates*



Cigarette Filters



- Conversion cost improvement
- Enhanced value from R&D services
- Monterrey now consistently profitable
- Hungary due to start up in Q4
- All Asian facilities performing well
- Richmond facility closed and volumes moved successfully
- Total volumes down 5.4%



Cigarette Filters – Monterrey Facility



Cigarette Filters



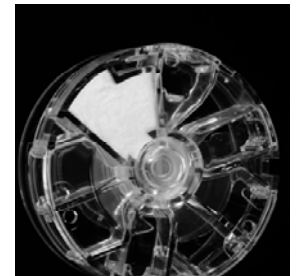
- Conversion cost improvement
- Enhanced value from R&D services
- Monterrey now consistently profitable
- Hungary due to start up in Q4
- All Asian facilities performing well
- Richmond facility closed and volumes moved successfully
- Total volumes down 5.4%



Bonded Fibre Components



- Strong results from all locations
- Growth from traditional markets and new products
- Eastman Kodak volumes well ahead of forecast
- Another OEM reservoir to commercialise before year end
- Ningbo facility consistently profitable – factory extension



Kodak Inkjet Print Cartridges



Bonded Fibre Components

- Ningbo Facility



Overview and Outlook



- Strong underlying performance – profit growth well above historical trend
- Purchase of Duraco, sale of Globalpack – quality of earnings
- Distribution and manufacturing footprint evolution – China, Hungary, Mexico
- Successful restructuring in Cigarette Filters
- Prospects remain good





Interim results

for six months ended 30 June 2007

