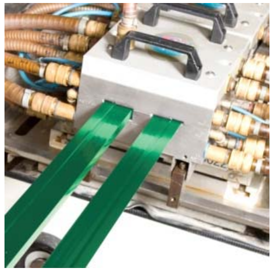
Filtrona plc Full Year Results
Year ended 31st December 2008

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- Financial review - Steve Crummett, Group Finance Director
- Operating review - Mark Harper, Chief Executive

Financial highlights

- Positive revenue, operating profit and margin performance
  - favourable currency movements
  - steady operating margin
- Strong cash generation
  - >100% conversion rate of operating profit into operating cash
- Continued growth in earnings per share
  - adjusted eps up 8.1%
- Total dividend increase of 2.4%

Financial summary

Adjusted eps

2006	15.6p
2007	17.2p
2008	18.6p

Year ended 31 December Continuing operations	2008 £m	2007 £m	Growth %	CER[2] %
Revenue	526.4	494.2	6.5	(0.9)
Adjusted operating profit[1]	65.0	64.4	0.9	(8.1)
Adjusted profit before tax[1]	58.2	58.2	-	
Adjusted eps[1]	18.6p	17.2p	8.1	
Basic eps	17.3p	15.3p	13.1	
Operating cash flow	65.6	68.3	(4.0)	
Total dividend per share	7.78p	7.60p	2.4	

[1] before intangible amortisation and 2008 exceptional acquisition fees (2007: restructuring costs)

[2] at constant exchange rates

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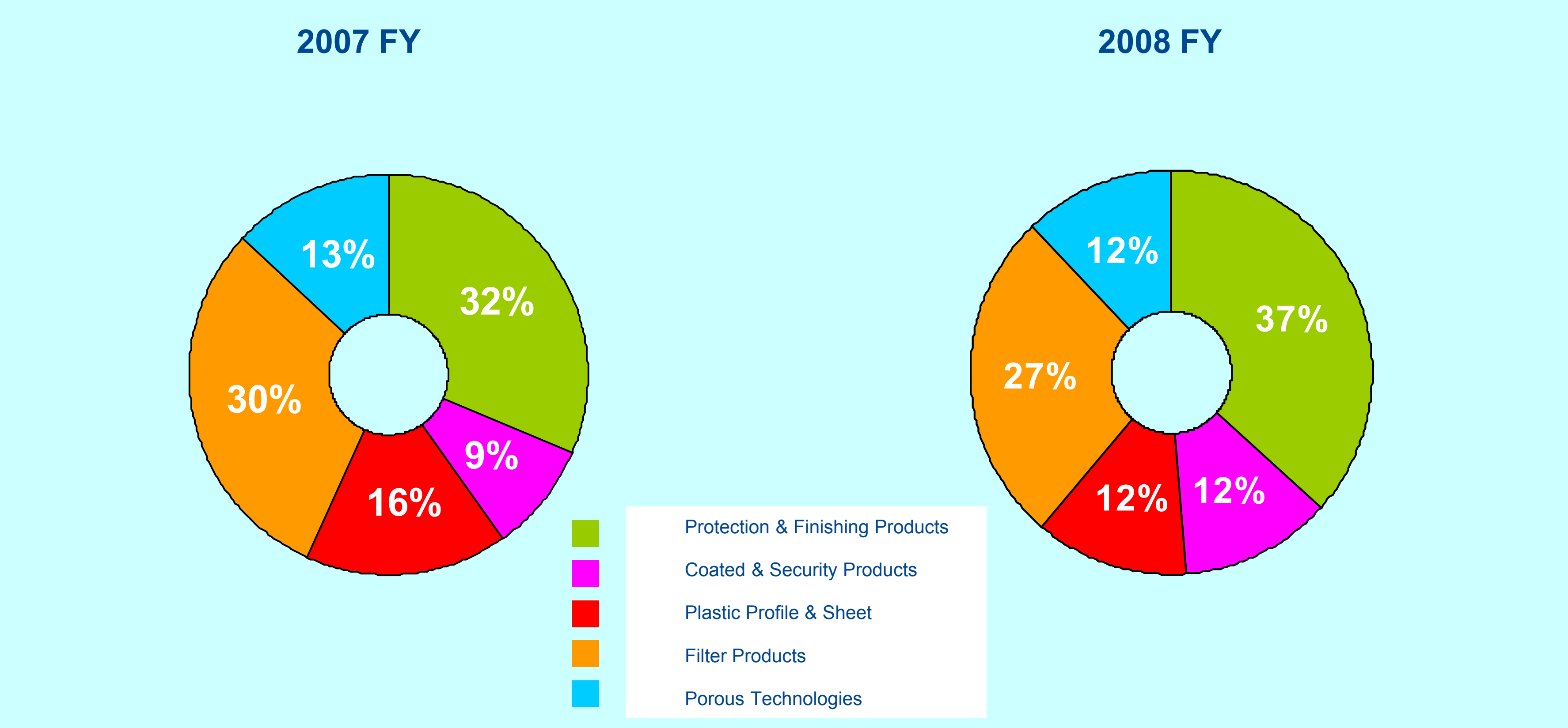
Segmental summary

Year ended 31 December Continuing operations	Revenue 2008 £m	Revenue 2007 £m	Operating profit[1] 2008 £m	Operating profit[1] 2007 £m	Operating margin[1] 2008 %	Operating margin[1] 2007 %	Normalised margin[2] 2008 %
Plastic Technologies	295.4	265.8	46.0	41.6	15.6	15.7	15.6
Growth %	*11.1*		*10.6*				
Fibre Technologies	231.0	228.4	28.8	31.6	12.5	13.8	13.2
Growth %	*1.1*		*(8.9)*				
Central Services			(9.8)	(8.8)			
Group	526.4	494.2	65.0	64.4	12.3	13.0	12.9
Growth %	*6.5*		*0.9*				

[1] before intangible amortisation and 2008 exceptional acquisition fees (2007: restructuring costs)

[2] "Normalised margin" is calculated by excluding Fibre Technologies' restructuring costs of £1.8m and Central Services' FractureCode costs of £1.1m

Operating profit by division



Group trading in Q4 level with prior year*

Note: Percentages are based upon total operating profit excluding Central Services *at constant exchange rates excluding restructuring costs

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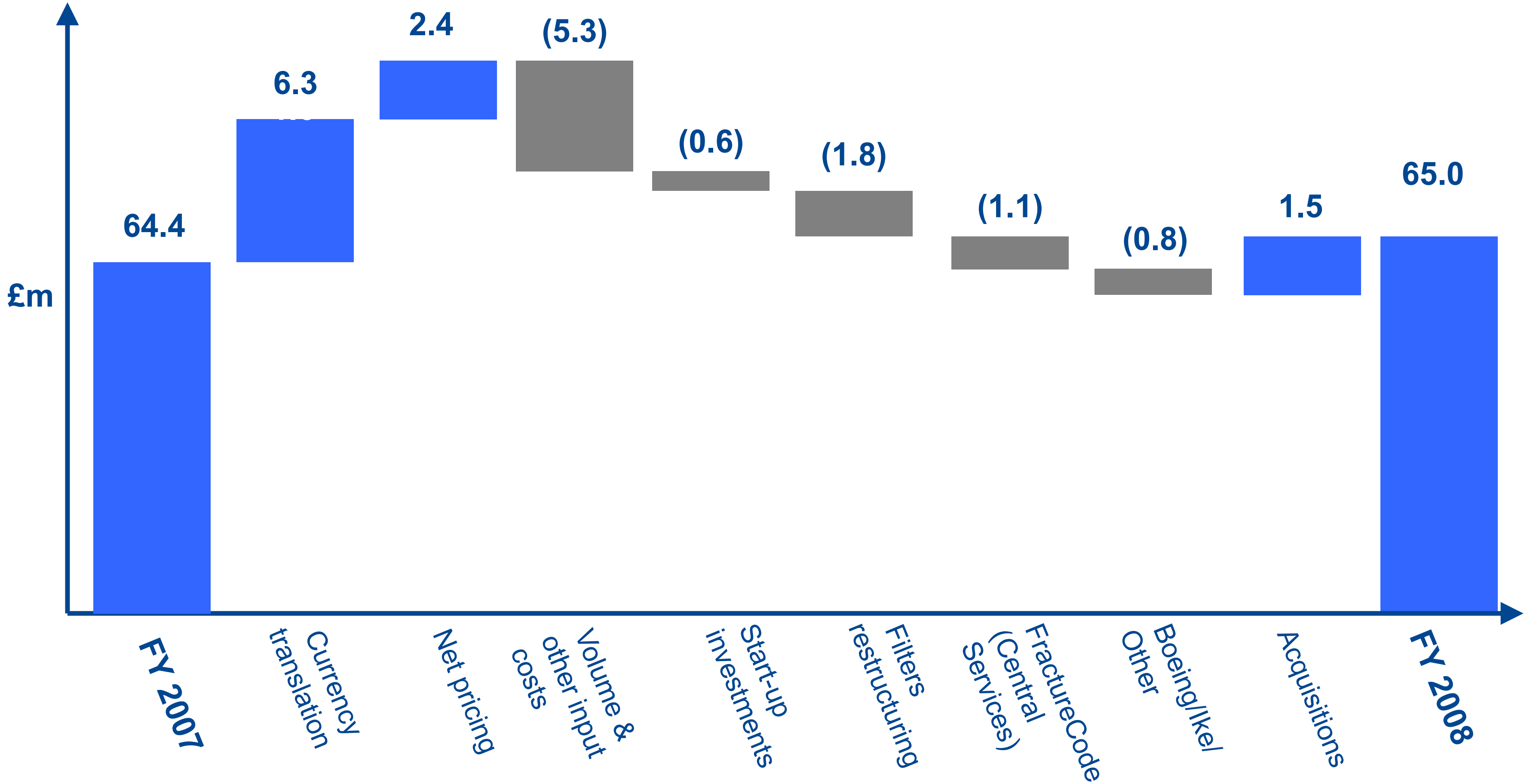
Operating profit[1] – key movements



[1] before intangible amortisation and 2008 exceptional acquisition fees (2007: restructuring costs)

Income statement

Year ended 31 December	2008 £m	2007 £m	Growth %
Revenue	**526.4**	**494.2**	**6.5**
Adjusted operating profit[1]	**65.0**	**64.4**	**0.9**
Intangible amortisation	(2.0)	(1.5)	
Exceptional costs	(1.3)	(5.0)	
Net finance expense	(6.8)	(6.2)	
Profit before tax	**54.9**	**51.7**	**6.2**
Income tax	(18.5)	(17.6)	
Profit from continuing operations	**36.4**	**34.1**	**6.7**
Discontinued operations	-	2.0	
Minority interests	(1.1)	(2.0)	
Earnings	**35.3**	**34.1**	**3.5**
Effective tax rate[2]	**33%**	**34%**	

[1] before intangible amortisation and 2008 exceptional acquisition fees (2007: restructuring costs)

[2] tax rate in 2008 calculated before exceptional costs as acquisition fees non-deductible

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Earnings per share/dividend per share

Year ended 31 December	2008	2007	Growth %
Weighted average number of shares	204.1m	216.3m	
Basic eps (continuing activities)	17.3p	15.3p	13.1
Adjusted eps (continuing activities)	18.6p	17.2p	8.1
Total dividend	7.78p	7.60p	2.4

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Balance sheet

Net working capital*/revenue

2006	16.7%
2007	14.6%
2008	14.7%

	2008 £m	2007 £m
Property, plant and equipment	210.5	170.7
Intangible assets	132.2	87.2
Net working capital	77.3	59.4
Income tax/deferred tax	(22.6)	(22.1)
	397.4	295.2
Deferred consideration	11.7	10.6
Provisions	(7.6)	(6.6)
Net derivative liabilities	(14.4)	(1.6)
Pension deficit	(37.4)	(22.3)
Net debt	(182.1)	(135.2)
	167.6	**140.1**
Shareholders' funds	160.6	135.3
Minority interests	7.0	4.8
Net assets	**167.6**	**140.1**

Net working capital
- increase driven by foreign exchange translation of £16.5m

Net derivative liabilities
- non cash, IFRS valuation of forward currency contracts

Pension deficit
- increase due to lower equity asset valuations

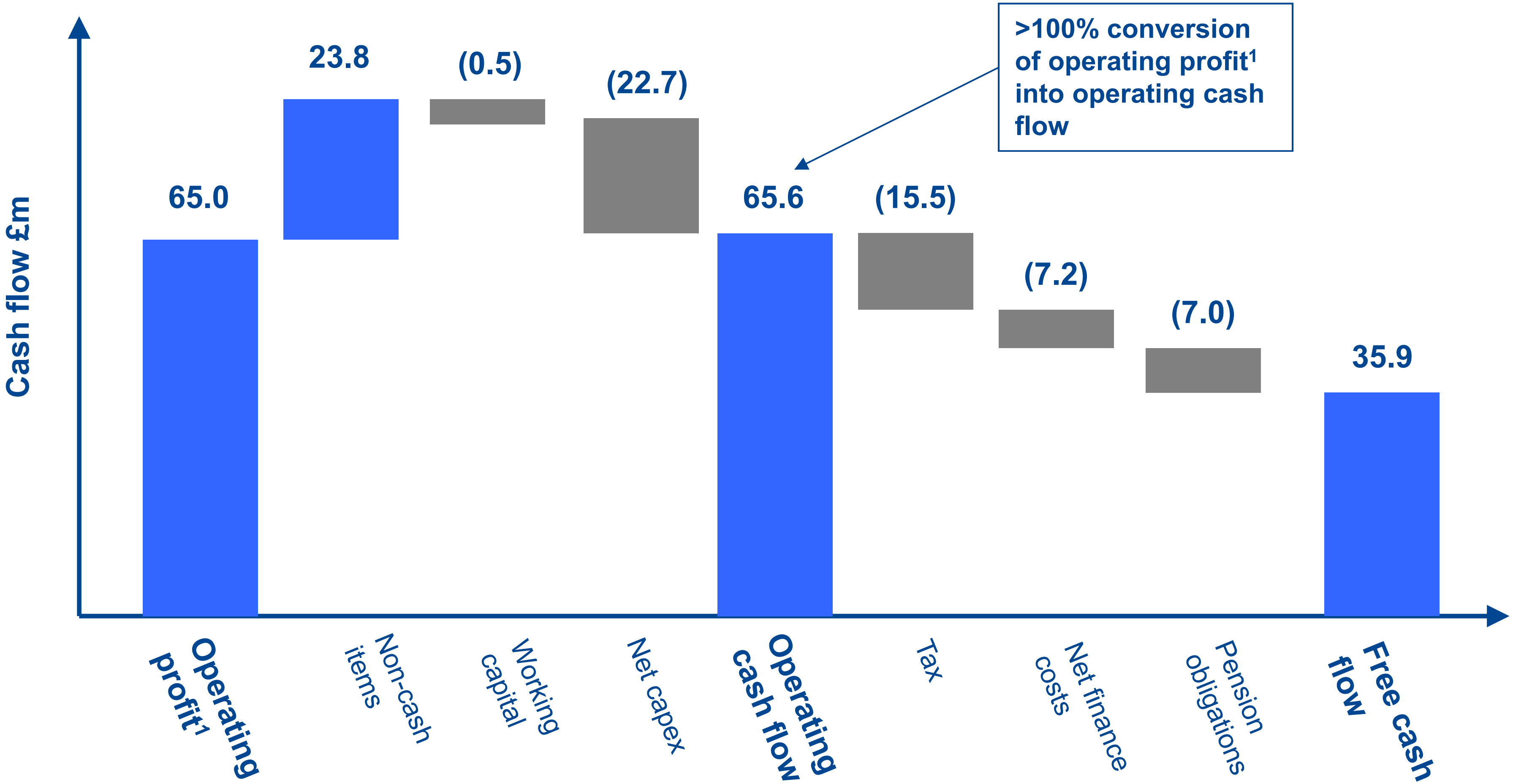
Net debt/EBITDA: 2.05 x
- debt covenant : <3
- 1.71x at year end rates

EBIT/Interest: 9.6 x**
- debt covenant >3

* at constant exchange rates, excluding capex payables

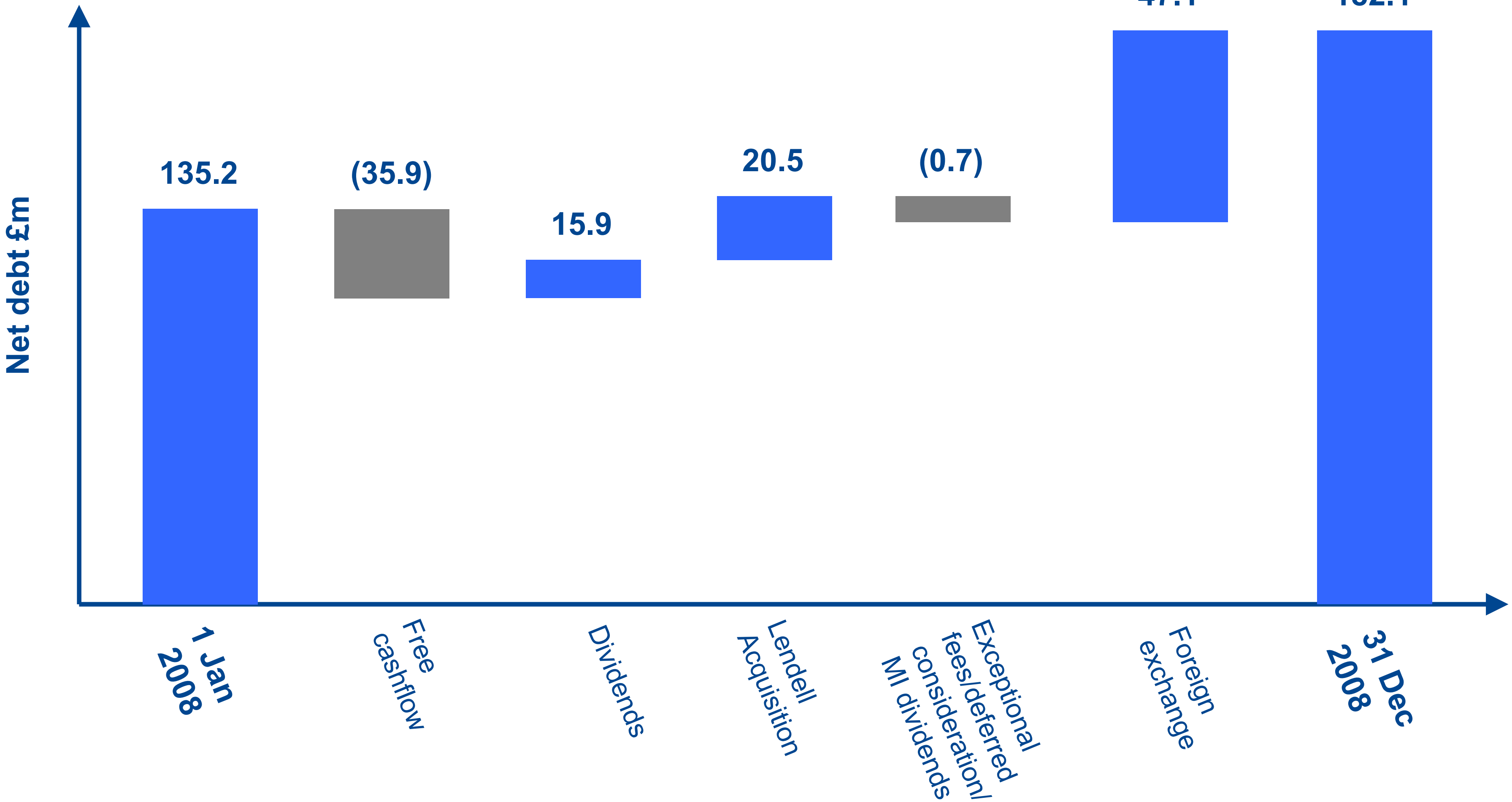
** before intangible amortisation and 2008 exceptional acquisition fees

Cash flow analysis



[1] before intangible amortisation and exceptional acquisition fees

Net debt reconciliation



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Refinancing

- Existing debt facilities
  - £215m matures in May 2010
  - US$40m matures in November 2009
- Working towards medium-term certainty of financing
- Confident of successful conclusion shortly
- Potential approximate doubling of finance expense in 2009
  - materially higher debt margins
  - amortised fees

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Cost Management / Restructuring

- Total headcount down 8% in 2008
- Revenue per employee* up 3.5% in 2008
- 2009/2010 restructuring programme – focus on Filter Products division

	2009	2010
	£m	£m
Cash Costs	5.0	2.0
Savings	2.5	6.5

- Non-cash costs of £3m over 2009/2010

* At constant exchange rates

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Financial highlights

- Positive revenue, operating profit and margin performance
  - favourable currency movements
  - steady operating margin
  - Q4 results reflect robustness of business
- Strong cash generation
  - >100% conversion rate of operating profit into operating cash
- Continued growth in earnings per share
  - adjusted eps up 8.1%
- Total dividend increase of 2.4%

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Presentation overview

- 2008 performance
  - market conditions
  - resilience of served markets
  - business highlights
  - cost base management
  - 2009 prospects
- Corporate priorities
- Group outlook

Operating margin (%)

2006	14.9
2007	15.7
2008	15.6

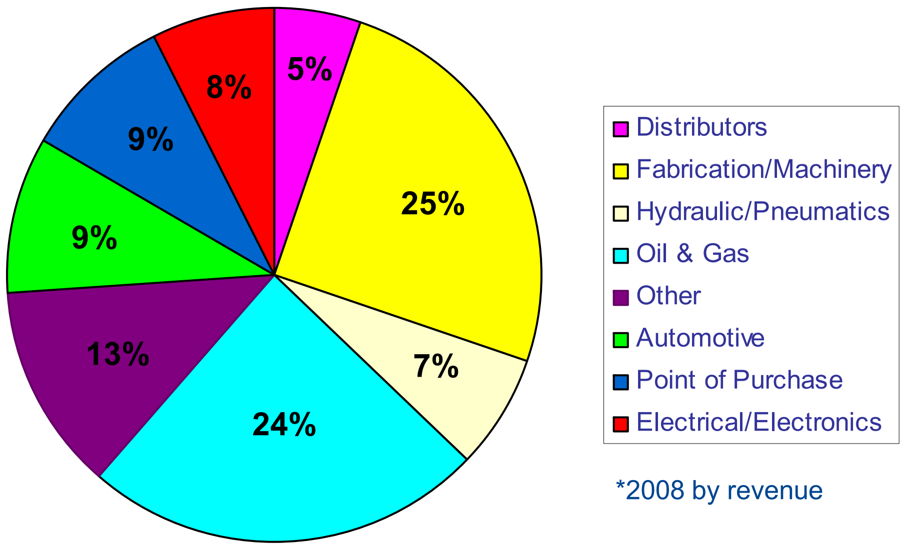
Plastic Technologies

	2008 £m	2007 £m	Growth %
Revenue	295.4	265.8	11.1
Operating profit	46.0	41.6	10.6
Margin %	15.6	15.7	

- Margin held up well despite
  - rapid escalation of raw material costs
  - tough market conditions in the US

Protection and Finishing Products

Served Markets*



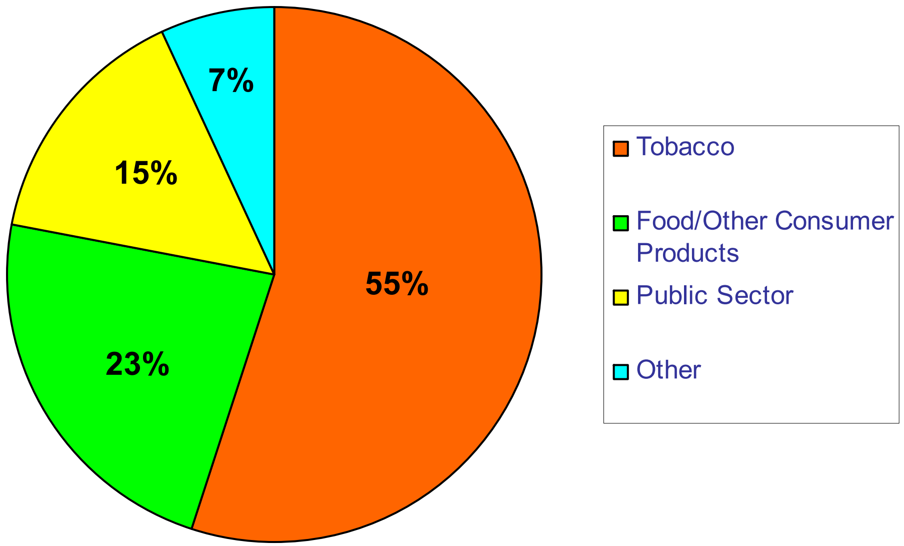
*2008 by revenue

- Another year of growth – consistent strategy
- Sustained marketing – 20,000 new accounts
- Oil and gas very strong
- Cost management and productivity improvement
- Duraco integration complete
- Activity levels softened in Q4 – GDP sensitivity

Leading supplier of low value, non-core but essential products in fragmented global market

Coated and Security Products

Served Markets

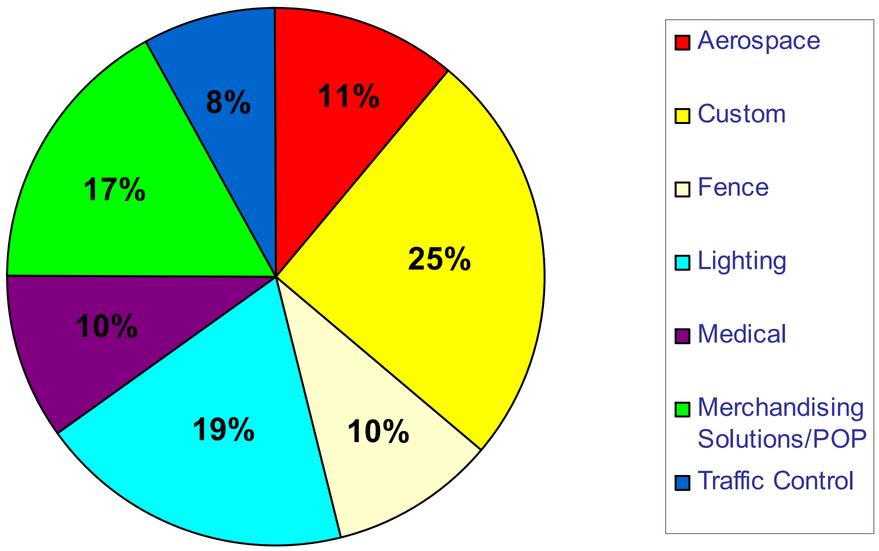


- Defensiveness of served markets
- Improved revenue and profit performance
- Tear tape growth in all regions
- Good variable data promotions
- New business in labels and Payne proprietary authentication system
- Positive outlook

The global leader in self-adhesive tear tape market and growing security products supplier

Plastic Profile and Sheet

Served Markets



- Performance down but margins and returns still good for sector
- Good growth in POP
- Raw material costs under recovery of £0.8m
- Acute focus on costs – 11.4% headcount reduction
- 2009 to remain challenging

Leading producer of proprietary and customised extruded products

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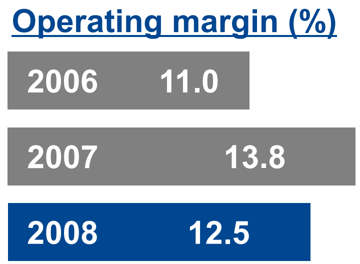
Fibre Technologies

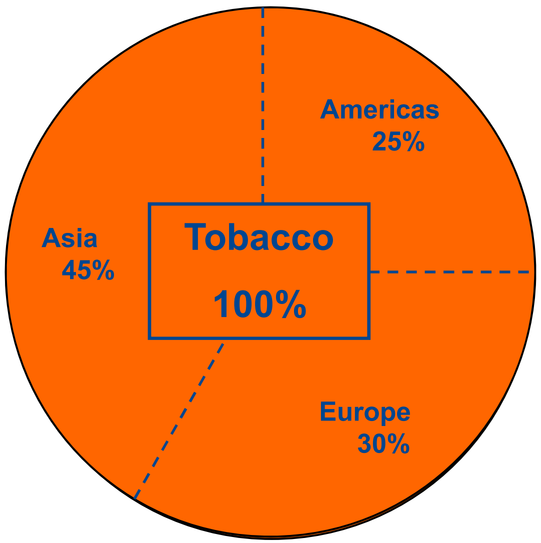


	2008 £m	2007 £m	Growth %
Revenue	231.0	228.4	1.1
Operating profit	28.8	31.6	(8.9)
Margin %	12.5	13.8	

- Results include £1.8m of restructuring costs
- Margin 13.2% if restructuring added back

Filter Products

Served Markets

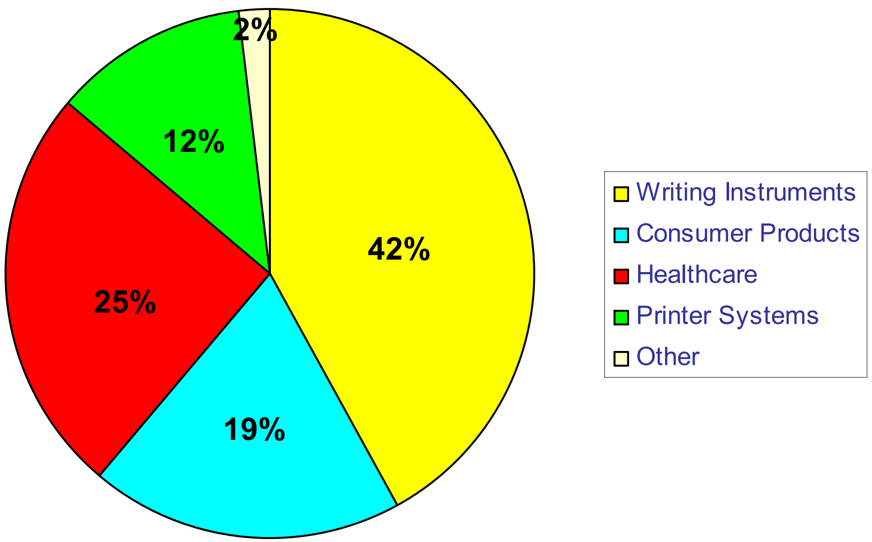


- 7.2% volume reduction as expected – 11.7% reduction in specials and 1.4% growth in monos
- Strong growth in Asia
- Significant restructuring
- Hungary developing well
- Pricing mitigated sharp raw material increases
- Stable revenues forecast for 2009

The only global independent filter supplier

Porous Technologies

Served Markets



- Performance down due to writing instrument reservoir segment
- New projects in the medical and ink jet printer segments
- Lendell acquisition – key markets medical and cosmetics
- Sensitivity to discretionary consumer spending
- New projects start up in Q1 2009 – full year underlying growth expected

Leading producer of bonded fibre and hydrophilic foam components for fluid and vapour handling

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Corporate Priorities

- Cash flow – effective working capital control and capex below depreciation
- Refinancing
- Proactive cost management and effective restructuring
- Reinforcing strong market positions
- Consistent execution of corporate strategy

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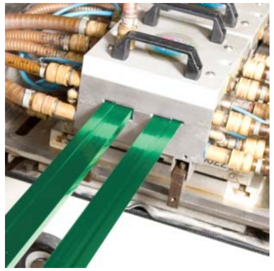
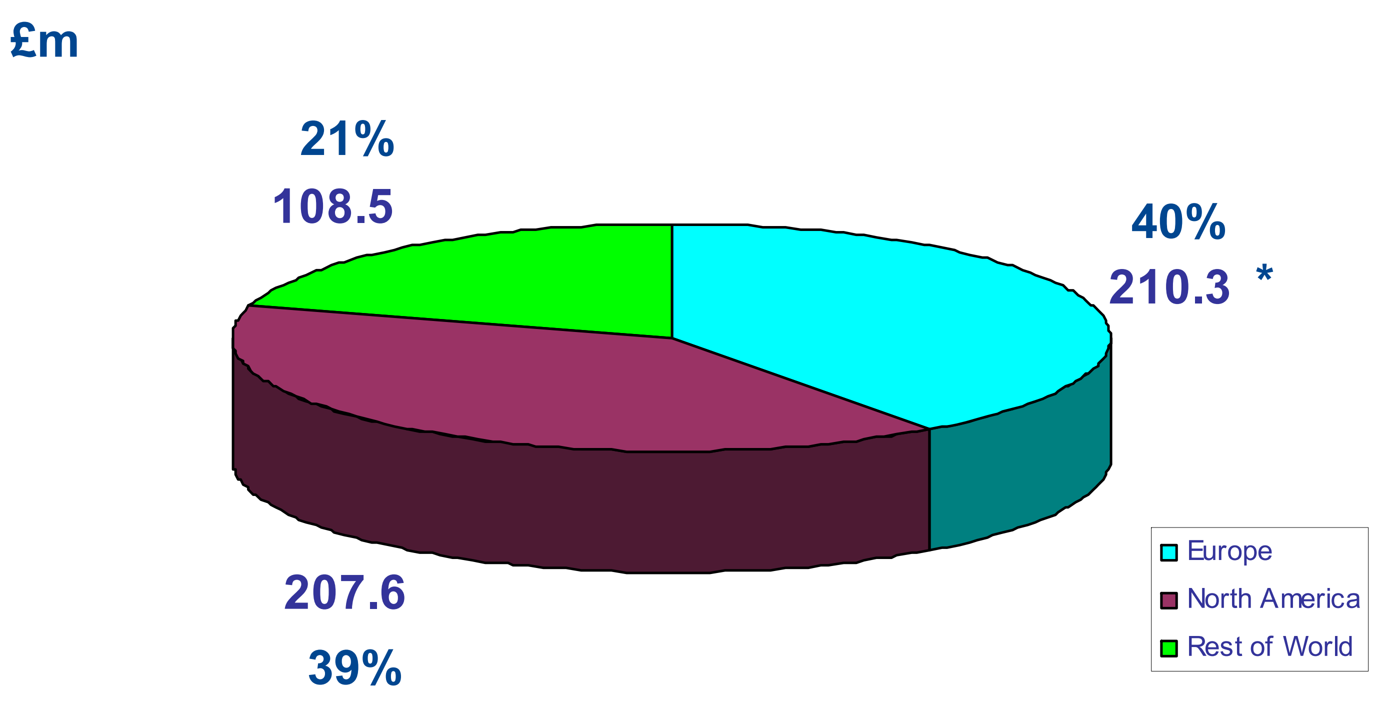
Summary and outlook

- Business in good financial health
- Resilient but not immune to global downturn
- Strong business model will continue to generate good cash flow
- Interest charge to increase on refinancing
- Focus on cash, costs and market positions
- Clear corporate strategy and well positioned to deliver growth as demand recovers

Filtrona plc Full Year Results
Year ended 31 December 2008



Revenue by destination - 2008



* 8.4% of revenue into the UK

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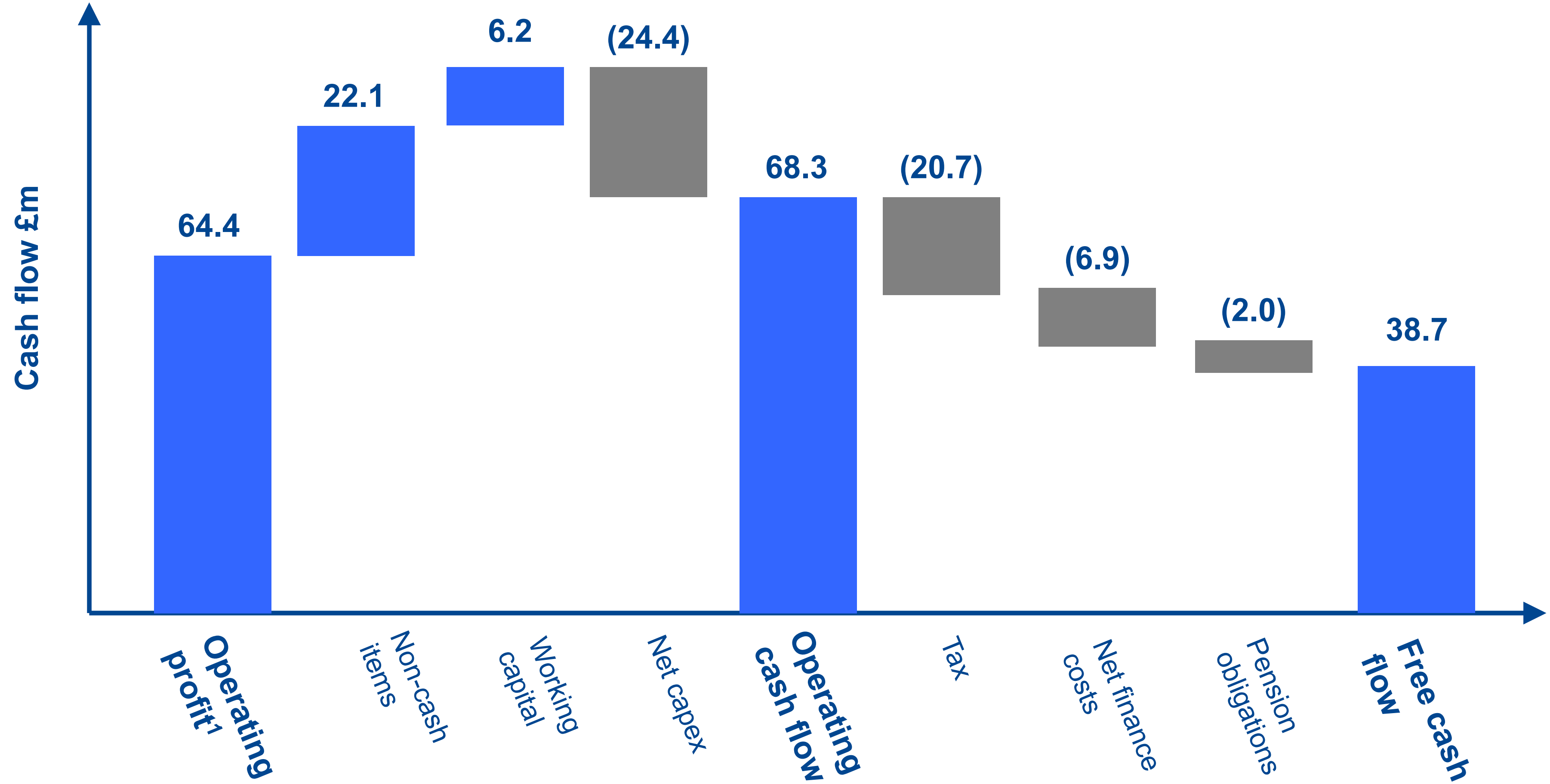
Cash flow analysis – 2007 (continuing operations)



[1] before intangible amortisation and restructuring costs