

Glaston sells major part of its Glass Processing Unit

Glaston Corporation's subsidiary Tamglass Glass Processing Ltd. sells its insulated and architectural glass processing operations to INTERPANE Glass Oy. The transaction is an asset deal and it is financed mainly through vendor financing given by Glaston. Glaston also invests in the equity of INTERPANE Glass Oy. The agreement was signed today and INTERPANE Glass Oy begins its operations on 1st April, 2009. The transaction will not have any material effect on Glaston's first quarter result.

The divested operations had net sales of approximately EUR 14 million in 2008 and currently have 93 employees. Glaston continues its production of solar reflectors in Akaa employing approximately 30 persons.

INTERPANE Glass Oy is a company owned jointly by Georg F. Hesselbach through his company A A A Glass & Design Finland Oy, and a subsidiary of Glaston Corporation. The shareholders of INTERPANE Glass Oy have today entered into a shareholders' agreement which incorporates put and call options enabling the shareholders to rearrange their ownership shares in the company in the future.

Mr. Hesselbach shall assume the management responsibility of INTERPANE Glass Oy. Mr. Hesselbach is the founder of INTERPANE Glas Industrie AG, which is one of Europe's major flat glass processors with eleven production facilities throughout Europe and net sales of EUR 280 million.

Mr Hesselbach says: "INTERPANE wants to serve their existing customers in Finland as well as the new joint venture with Glaston with its well known multifunction insulating glasses for sun and heat control, suitable for energy saving all around the year".

Glaston President&CEO Mika Seitovirta continues: "This move is in line with our stated strategy and this enables us to better utilize our management resources in core business as management responsibility is transferred to an experienced glass industry entrepreneur".

Tamglass Glass Processing Ltd.'s Managing Director Timo Rautarinta continues in his current position in addition to his new responsibility as Managing Director of INTERPANE Glass Oy.

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Glaston Corporation

Glaston Corporation is a growing, international glass technology company. Glaston is the global market leader in glass processing machines, and a comprehensive One-Stop-Partner supplier to its customers. Its product range and service network are the widest in the industry. Glaston's well-known brands are Bavelloni in pre-processing machines and tools, Tamglass and Uniglass in safety glass machines, and Albat+Wirsam in glass industry software.

Glaston's own glass processing unit, Tamglass Glass Processing, is a local Finnish manufacturer of high quality safety glass products.

Glaston's share (GLA1V) is listed on the NASDAQ OMX Helsinki Mid Cap List.

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