

PSB INDUSTRIES

Beauty packaging



Custom packaging



Specialty chemicals



Financial Year 2007

Sales up 6.2%

Operating profit up 5.2%

PSB Industries' Board of Directors, meeting on February 22, 2008 with Jean-Baptiste Bosson chairing the meeting, approved the financial statements for FY 2007.

Consolidated data (000s euros)	FY 2006	FY 2007	Change
Sales	199,152	211,474	+6.2%
Operating profit	19,444	20,463	+5.2%
as % of sales	9.8%	9.7%	
Net income	11,155	11,573	+3.7%
Group share of net income	10,315	10,606	+2.8%
Cash flow from operating activities	26,056	27,646	+6.1%

ACTIVITY

The beauty packaging (+7.1%) and custom packaging (+12.2%) businesses contributed to the sales growth whereas specialty chemicals (-2.7%) only returned to a growth situation in the fourth quarter of 2007.

EARNINGS

The highly sophisticated 21 million euro investment completed over the last two years to significantly increase our production capacity in specialty chemicals resulted in non-recurrent extra costs that affected this business unit's margins in FY 2007. As compensation, beauty packaging's good performance limited the negative impact on the consolidated operating margin, which reached 9.7% of sales.

OUTLOOK

Beauty packaging, which clearly receded in the fourth quarter of FY 2007, resumed moderate growth in the first months of FY 2008, excluding sales of molds and in spite of the unfavorable base effect.

The objectives for FY 2008 include sales growth on the order of 5%, operating profitability of 10% and capital expenditure levels decreasing to 7% of sales.

DIVIDEND

The Board of Directors will propose to the General Shareholders' Meeting on May 27, 2008 to set the dividend at 1.40 euros per share. An interim dividend of 0.65 euros per share was already paid on January 25, 2008.

First quarter 2008 sales will be published on April 11, 2008.