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To Whom It May Concern:

Company Name: Asahi Glass Co., Ltd.  
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(TSE Section 1, Code No. 5201)  
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New Announcement of Business Reallocation and Reorganization of  
Ceramic Exterior Siding Boards Division

As already announced on August 18, 2004, Asahi Glass effectuated a business reallocation and reorganization to integrate its exterior siding division with that of Tostem Corporation (hereinafter "Tostem"; Head Office: Koto-ku, Tokyo; President: Mitsuo Kikuchi), and Asahi Glass and Tostem concluded their "Basic Agreement on Ceramic Exterior Siding Boards Business" on the same date.

Asahi Glass concluded a corporate business reallocation and reorganization agreement regarding this matter with its wholly owned sales subsidiary and partial successor, Asahi Glass Exterior Building Materials Co., Ltd. (hereinafter "AGK"; Head Office: Sumida-ku, Tokyo; President: Minoru Hirose), and clarified the details of said business reallocation and reorganization (which were still undecided on August 18) as follows:

1. Stock Allocation

The number of shares issued by AGK in connection with this corporate business reallocation and reorganization will be 38,100, to be entirely allocated to Asahi Glass.

2. Price at Which Shares of Successor Company Will Be Acquired by Tostem

The relevant price is to be one half of the amount of the net assets of the successor company. The net assets of the successor company at the date of conclusion of the Corporate Business Reallocation and Reorganization Agreement are expected to be 8,075 million yen.

3. Successor's Assets and Liabilities (as of June 30, 2004)

Assets		Liabilities	
Item	Book Value (in million yen)	Item	Book Value (in million yen)
Inventories	3,397		
Tangible fixed assets (Property, plant and equipment)	*4,500		
Intangible fixed assets	32		
Total	7,929	Total	0

\* As of June 30, the property, plant and equipment (book value) accounted to 11,363 million yen, but (as announced on August 18) the total property, plant and equipment of the successor

company have since been evaluated to be 4,500 million yen.

4. Total Assets of Asahi Glass After Business Reallocation and Reorganization

As of June 30, 2004, the total assets of Asahi Glass are 1,066,842 million yen, but a reduction of 6,863 million yen is expected in connection with the corporate business reallocation and reorganization.