



PRESS
release

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**Saint-Gobain and SAGE Electrochromics join forces to build
the world's first large-scale manufacture of electrochromic glass plant**

Saint-Gobain Glass has acquired 50 percent of the equity of the U.S. company SAGE Electrochromics for the large-scale manufacture of electrochromic glass. Activated by a low-voltage current, electrochromic glass adapts its light and heat transmission – and so its tint – to the level of sunlight and the building's ambient temperature, without hindering external visibility. It significantly reduces the amount of energy consumed for air conditioning, heating and lighting, and enhances occupant comfort and well-being. For architects, it creates an aesthetic and efficient alternative to the current and prevalent use of mechanical window shades and blinds which currently dominate the market.

Saint-Gobain Glass and SAGE will build the world's first large-scale electrochromic glass plant in Faribault, Minnesota (United States). The project which started in November 2010 will cost about 135 million US dollars. It will act as the spearhead for electrochromic technology worldwide. The new plant will have an annual production capacity of more than 370, 000 square meters (4 million square feet) of electrochromic glass with sizes ranging up to 1.5 x 3.5 meters (5 x 10 feet), much larger than currently available in the market. The plant is scheduled to begin production starting in mid-2012. Leveraging the resultant economies of scale, this innovative glass will be sold at an affordable price.

Currently, with more than 100 patents and 40 years' combined research experience, the two companies develop the market's most widely recognized electrochromic glass.

"This alliance heralds the start of a new revolution in the habitat glass industry," said Jean-Pierre Floris, Senior Vice-President of Compagnie de Saint-Gobain and President of the Innovative Materials Sector. "Thanks to the partnership between Saint-Gobain and SAGE, we are providing electrochromic advanced glazing that will be environmentally significant and affordable. SAGE and Saint-Gobain, whose names are associated with some of the world's most prestigious buildings, will now be providing the most efficient electrochromic glazing to the international market through the certified distribution networks of SAGE and QUANTUM GLASS™."

"Until now, electrochromic glass has been an emerging product, not widely deployed due to cost and manufacturing challenges. This alliance will trigger economies of scale, making possible a new era of high-performance windows that are both eco-friendly and economically sound," said John Van Dine, SAGE Chief Executive Officer. "We are

combining the best science and capabilities of the world’s two leading electrochromic technologies, and capitalizing on Saint-Gobain’s glassmaking experience, to deliver a product that’s higher quality and more durable than ever before, at half the cost of today’s electrochromic products. This alliance will dramatically accelerate global adoption of this game-changing technology in both commercial and residential markets.”

SAGE will remain an independent company and continue to market its SageGlass® products in North America where they are used in hundreds of up-market commercial, institutional and residential buildings. Saint-Gobain will market SageGlass® under the QUANTUM GLASS™ brand in Europe. The two companies will work together to develop a marketing strategy for Asia and the rest of the world, leveraging Saint-Gobain’s distribution partnerships.

Two members of the Saint-Gobain management team – Jean-Pierre Floris, Senior Vice-President of Compagnie de Saint-Gobain and President of the Innovative Materials Sector, and Francois-Xavier Moser, Saint-Gobain Glass Solutions Managing Director – will join the SAGE Board of Directors, which will also have two representatives of the existing shareholders as well as two independent directors.

This strategic alliance will open up new prospects for architects and designers, by providing creative, affordable and mass-market glass solutions used for the design of comfortable, aesthetic, energy-saving and environmentally-friendly buildings.

About Saint-Gobain

Saint-Gobain, the world leader in the habitat market, designs, manufactures, and distributes building materials, providing innovative solutions to the challenges of growth, energy efficiency, and environmental protection. With 2009 sales of 37.8 billion euros, Saint-Gobain operates in 64 countries and has more than 190,000 employees. For more information about Saint-Gobain, please visit www.saint-gobain.com.

Created in 2009 as Saint-Gobain’s new advanced glazing brand, QUANTUM GLASS™ is unique in the marketplace in offering six fully integrated, energy-efficient glass technologies, the expertise of a dedicated international network of certified sales and installation professionals, and a guarantee of quality and after-sales customer service. www.quantumglass.com

About SAGE Electrochromics, Inc.

SAGE Electrochromics, founded in 1989, is the world leader in the development, manufacture and international commercialization of electronically tintable dynamic glass – also known as electrochromic glass – for the building industry. For more information about SAGE Electrochromics, Inc., please visit www.sage-ec.com.

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