Owens-Brockway Glass Container Inc. Announces Exchange Offers

August 13, 2003

TOLEDO, Ohio, Aug. 13 /PRNewswire-FirstCall/ -- Owens-Illinois, Inc. (NYSE: OI) today announced that Owens-Brockway Glass Container Inc., an indirect wholly owned subsidiary of Owens-Illinois, has commenced registered exchange offers to exchange (1) $450 million aggregate principal amount of its 7-3/4% Senior Secured Notes due 2011 which have been registered under the Securities Act of 1933, as amended (the "Secured Exchange Notes") for any and all of its outstanding 7-3/4% Senior Secured Notes due 2011 which have not been registered under the Securities Act (the "Secured Private Notes") and (2) $450 million aggregate principal amount of its 8-1/4% Senior Notes due 2013 which have been registered under the Securities Act of 1933, as amended (the "Unsecured Exchange Notes" and together with the Secured Exchange Notes, the "Exchange Notes") for any and all of its outstanding 8-1/4% Senior Notes due 2013 which have not been registered under the Securities Act (the "Unsecured Private Notes" and together with the Secured Private Notes, the "Private Notes").

The sole purpose of the exchange offers is to fulfill the obligations of Owens-Brockway with respect to the registration of the Private Notes. Pursuant to registration rights agreements entered into by Owens-Brockway in connection with the sale of the Private Notes, Owens-Brockway agreed to file with the Securities and Exchange Commission registration statements relating to the exchange offers pursuant to which the Exchange Notes, containing substantially identical terms to the Private Notes, would be offered in exchange for Private Notes that are tendered by the holders of those notes.

Any Private Notes not tendered for exchange in the exchange offer will remain outstanding and continue to accrue interest, but will not retain any rights under the registration rights agreements except in limited circumstances.

The terms of the exchange offers are contained in the relevant exchange offer prospectus and related letter of transmittal.

The exchange offer related to the Secured Exchange Notes will expire at 5:00 p.m., New York City time, on September 4, 2003, unless extended. Secured Private Notes tendered pursuant to the exchange offer may be withdrawn at any time prior to the expiration date by following the procedures set forth in the letter of transmittal.

The exchange offer related to the Unsecured Exchange Notes will expire at 5:00 p.m., New York City time, on September 10, 2003, unless extended. Unsecured Private Notes tendered pursuant to the exchange offer may be withdrawn at any time prior to the expiration date by following the procedures set forth in the letter of transmittal.

Requests for assistance or for copies of either exchange offer prospectus and the related letter of transmittal should be directed to U.S. Bank National Association, the exchange agent, at 651-244-8677.

This announcement is not an offer to sell any securities or a solicitation of any offer to buy any securities. The exchange offers will be made only by means of a written prospectus.

SOURCE Owens-Illinois, Inc.