



# **NOBILITY HOMES, INC.**

*Controlling Our Future through Vertical Integration*

## **NOBILITY HOMES, INC. ANNOUNCES SALES AND EARNINGS FOR ITS FIRST QUARTER 2008**

Ocala, FL...March 7, 2008-- Today Nobility Homes, Inc. (NASDAQ: NOBH) announced sales and earnings results for its first quarter ended February 2, 2008. Sales for the first quarter of fiscal 2008 were \$8,168,552 as compared to \$8,803,033 in the first quarter of 2007. Income from operations for the first quarter 2008 was \$524,775 versus \$647,020 in the same period a year ago. Net income after taxes was \$620,985 as compared to \$731,395 last year. Diluted earnings per share for the first quarter of 2008 were \$0.15 per share compared to \$0.18 per share last year.

Nobility's financial position for the first quarter of fiscal 2008 remains very strong with cash and cash equivalents, short and long-term investments of \$14,145,768 and no outstanding debt. Working capital was \$16,536,928 and our ratio of current assets to current liabilities was 7.5:1. Stockholders' equity was \$42,290,670 and the book value per share of common stock was \$10.35. The return on average stockholders' equity was 10% and the return on average assets was 9%, both outstanding percentages for our industry. The Company purchased in the open market 2,000 shares of its common stock during the first quarter of 2008. The Company's Board of Directors has authorized the purchase of up to 200,000 shares of the Company's stock in the open market.

The Board of Directors declared an annual cash dividend of \$.50 per common share for fiscal year 2007. The cash dividend was paid on January 11, 2008 to stockholders' of record as of January 2, 2008.

Terry Trexler, President stated, "Sales and operations for the first quarter of 2008, were adversely impacted by the reduced manufactured housing shipments in Florida plus the overall decline in Florida and the nation's housing market. Industry shipments in Florida for 2007 were down approximately 44% from the same period last year. Although the current overall housing market has declined significantly this year, the long-term demographic trends still favor strong growth in the Florida market area we serve. Management remains convinced that our specific geographic market is one of the best long-term growth areas in the country and because of the strong operating leverage inherent in the Company, we expect to continue out-performing the industry. With a strong and stable economy, improved sales in the existing home market, stable unemployment and low interest rates in 2008, management expects the demand for our homes to improve. Fiscal year 2008 is Nobility's 41<sup>st</sup> year of operating in our market area and we plan to increase the level of consumer awareness and confidence in Nobility and Prestige, our retail organization, with the introduction and special promotion of more special edition homes. The Company invested as a limited partner in two new Florida retirement manufactured home communities. Management's belief is that new attractive and affordable manufactured home communities for senior citizens will be a significant growth area for Florida in the future."

Nobility Homes, Inc. has specialized for 41 years in the design and production of quality, affordable manufactured homes at its two plants located in central Florida. With eighteen Company retail sales centers, a finance company joint venture, and an insurance subsidiary, Nobility is the only vertically integrated manufactured home company headquartered in Florida.

**MANAGEMENT WILL HOLD A CONFERENCE CALL ON FRIDAY, MARCH 7, 2008 AT 4:30 PM EASTERN TIME. TO PARTICIPATE, PLEASE DIAL 877-852-6573. THE PASSCODE FOR THE CALL IS 7998453. YOU MAY ALSO ACCESS THE CALL AT [www.nobilityhomes.com](http://www.nobilityhomes.com) OR <http://www.videonewswire.com/event.asp?id=46616>**

Certain statements in this report are forward-looking statements within the meaning of the federal securities laws, including our statement that working capital requirements will be met with internal sources. Although Nobility believes that the expectations reflected in such forward-looking statements are based on reasonable assumptions, there are risks and uncertainties that may cause actual results to differ materially from expectations. These risks and uncertainties include, but are not limited to, competitive pricing pressures at both the wholesale and retail levels, increasing material costs, continued excess retail inventory, increase in repossessions, changes in market demand, changes in interest rates, availability of financing for retail and wholesale purchasers, consumer confidence, adverse weather conditions that reduce sales at retail centers, the risk of manufacturing plant shutdowns due to storms or other factors, the impact of marketing and cost-management programs, reliance on the Florida economy, impact of labor shortage, impact of materials shortage, increasing labor cost, cyclical nature of the manufactured housing industry, impact of rising fuel costs, catastrophic events impacting insurance costs, availability of insurance coverage for various risks to Nobility, market demographics, management's ability to attract and retain executive officers and key personnel, increased global tensions, market disruptions resulting from terrorist or other attack and any armed conflict involving the United States and the impact of inflation.