

USG CORP
Form FWP
September 25, 2007

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**USG CORPORATION
Final Term Sheet
September 24, 2007**

Issuer:	USG Corporation
Security:	7.750% Senior Notes due 2018
Size:	\$500,000,000.00
Ratings:	Baa3 (Moody's) / BB+ (Standard & Poor's)
Trade Date:	September 24, 2007
Settlement Date:	September 27, 2007
Maturity:	January 15, 2018
Coupon (Interest Rate):	7.750%
Interest Payment Dates:	January 15 th and July 15 th of each year, beginning on January 15, 2008
Price to Public:	99.752%
Yield to Maturity:	7.788%
Benchmark Treasury:	UST 4.750% 08/15/2017
Spread to Benchmark Treasury:	T + 315 bps
Benchmark Treasury Price and Yield:	100-28; 4.638%
Redemption Provision:	Make Whole Call
Make Whole Call:	T + 50 bps
Joint Book-Running Managers:	Banc of America Securities LLC J.P. Morgan Securities Inc.
Co-Managers:	ABN AMRO Incorporated Citigroup Global Markets Inc. Goldman, Sachs & Co. Greenwich Capital Markets, Inc.

A securities rating is not a recommendation to buy, sell or hold these notes. Each rating may be subject to revision or withdrawal at any time, and should be evaluated independently of any other rating.

The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering. You may get these documents for free by visiting EDGAR on the SEC Web site at www.sec.gov. Alternatively, Banc of America Securities LLC can arrange to send you the prospectus if you request it by calling or e-mailing Banc of America Securities LLC at (800) 294-1322 or dg.prospectus_distribution@bofasecurities.com or calling J.P. Morgan Securities Inc. (collect) at (212) 834-4533.