

FORM 1 (6/92)

TRANSMITTAL OF FINANCIAL REPORTS AND
CERTIFICATION OF COMPLIANCE WITH OPERATING
REQUIREMENTS FOR
THE PERIOD ENDED: May 2005

In re:

CASE NO: 04-63851
Chapter 11
Judge: John Hoffman

Nippon Electric Glass Ohio, Inc.
Debtor

As debtor in possession, I affirm:

1. That I have reviewed the financial statements attached hereto, consisting of:

- X Operating Statement (Form 2)
- X Reimbursement of NEG MEX (Form 2a)
- X Balance Sheet (Form 3)
- X Aging of Insider Receivables (Form 3a)
- X Summary of Operations (Form 4)
- X Aging of Post-Petition Account Payable (Form 4a)
- X Monthly Cash Statement (Form 5)
- X Statement of Compensation (Form 6)

and that they have been prepared in accordance with normal and customary accounting practices and fairly and accurately reflect the debtor's financial activity for the period stated;

2. That the insurance as described in Section 4 of the Operating Instructions and Reporting Requirements For Chapter 11 Cases IS/IS NOT in effect; and, (if not, attach written explanation).

3. That all post petition taxes as described in Sections 1 and 14 of the Operating Instructions and Reporting Requirements For Chapter 11 Cases ARE/ARE NOT current. (if not, attach written explanation).

4. No professional fees (attorney, accountant, ect.) have been paid without specific court authorization. Explain on separate sheet, if not true.

I hereby certify, under penalty of perjury, that the information provided herein is true and correct to the best of my information and belief.

Dated: June 20/05 *H. Takeda*
Debtor in Possession

President *52-686-563-4136*
Title Phone

OPERATING STATEMENT (P&L)
(Accrual Basis)

Debtor: Nippon Electric Glass Ohio, Inc.Case No: 04-63851Month Ending: May 2005

	Current Month	Total Since Filing
Total Revenue/Sales	\$ 2,716,163.76	\$ 17,871,866.16
Cost of Sales	2,636,360.65	17,113,074.91
Gross Profit	<u>\$ 79,803.11</u>	<u>\$ 758,791.25</u>

EXPENSES

Compensation of Officers	\$ 5,470.48	\$ 167,633.66
Employee Salaries	-	-
Employee Salaries Credit	-	(4,268.00)
Payroll Taxes	-	3,721.56
Other Taxes	1,035.28	4,517.69
Rent & Lease Expenses	720.00	10,776.60
Interest Expense	-	-
Insurance	92.36	785.06
Transportation Expenses	7,252.60	91,445.00
Utilities (gas, electric, phone)	-	235.53
Depreciation	42.59	1,056.88
Travel & Entertainment	845.85	4,842.70
Repairs & Maintenance	-	-
Advertising	-	-
Miscellaneous Expenses	160.24	2,195.12
Other: <u>Reimbursement of NEG MEX</u>	38,451.96	332,163.85
Other: <u>Royalty</u>	-	6,887.03

TOTAL EXPENSES: \$ 54,071.36 \$ 621,986.68

NET OPERATING PROFIT/(LOSS) \$ 25,731.75 \$ 136,804.57

Add:	Non-Operating Income:		
	Interest Income	-	5,343.07
	Other Income	1,861.07	9,175,844.69
Less:	Non-Operating Expense:		
	Professional Fees	30,300.71	350,605.24
	Federal Income Tax	-	169,073.00
	Other Loss	4,363.50	8,251,447.86

NET INCOME/(LOSS) \$ (7,071.39) \$ 546,866.23

Nippon Electric Glass Ohio, Inc.
Reimbursement of NEG MEX

Form 2a

<u>Description</u>	<u>Amount</u>
Payroll	\$ 21,411.40
Electricity	1,176.24
Depreciation	364.43
Other Taxes	2,105.85
Fee	4,098.64
Surveillance Services	3,338.89
Insurance	988.34
Telephone	513.70
Logistic Fee	1,839.53
Others	2,614.94
Total	<u>\$ 38,451.96</u>

BALANCE SHEETDebtor: Nippon Electric Glass Ohio, Inc.Case No: 04-6385'Month Ending: May 2005

ASSETS:	Current Month	Prior Month	At Filing
Cash:	\$ 7,920,799.64	\$ 9,904,281.59	\$ 2,378,494.87
Inventory:	874,330.90	1,095,049.98	3,807,578.90
Accounts Receivables:	8,409,434.91	6,608,461.89	2,041,230.01
Insider Receivables:	2,112,338.31	2,106,528.31	2,217,746.11
Land & Buildings:			
Furn., Fixtures & Equip:	225,334.95	226,104.43	9,432,235.08
Accumulated Depreciation:	(223,891.43)	(224,468.64)	(4,926,766.22)
Others: Investments in Subsidiary	8,913,098.00	8,913,098.00	8,913,098.00
Others: Prepaid Expenses	181,203.02	188,656.09	451,184.30
Others: Deferred Taxes	68,561.00	68,561.00	127,500.00
Others: Insurance fire claim (machinery & inventory)	7,667,940.26	7,667,940.26	-
TOTAL ASSETS:	\$ 36,149,149.56	\$ 36,554,212.91	\$ 24,442,301.05
LIABILITIES:			
Postpetition Liabilities:			
Accounts Payable:	\$ 10,403,054.43	\$ 10,801,046.39	N/A
Wages & Salaries:			
Taxes Payable:			
Others: Fire loss claims	620,198.25	620,198.25	
TOTAL Postpetition Liabilities:	\$ 11,023,252.68	\$ 11,421,244.64	\$ -
Secured Liabilities:			
Subject to Postpetition Collateral of Financing Order All Other Secured Liab.			
TOTAL Secured Liabilities:	\$ -	\$ -	\$ -
Prepetition Liabilities:			
Accounts Payable:	\$ 13,018,834.13	\$ 13,018,834.13	\$ 12,882,104.53
Taxes & Others Priority Liabs.			
Unsecured Liabilities:			
Other:			
TOTAL Prepetition Liabilities:	\$ 13,018,834.13	\$ 13,018,834.13	\$ 12,882,104.53
Equity:			
Owner's Capital:	\$ 9,000,000.00	\$ 9,000,000.00	\$ 9,000,000.00
Retained Earnings-Prepetition	2,560,196.52	2,560,196.52	2,560,196.52
Retained Earnings-Postpetition	546,866.23	553,937.62	N/A
TOTAL Equity:	\$ 12,107,062.75	\$ 12,114,134.14	\$ 11,560,196.52
TOTAL LIABILITIES AND EQUITY:	\$ 36,149,149.56	\$ 36,554,212.91	\$ 24,442,301.05

Nippon Electric Glass Ohio, Inc.
Aging of Insider Receivables

Form 3a

Owed from:	Amount:	1-30 days	31-60 days	Over 60 days
Techneglas Inc.	\$ 1,585,841.52			\$ 1,585,841.52
Nippon Electric Glass Co., Ltd.	23,706.83	5,810.00		17,896.83
Nippon Electric Glass Mexico, SA de CV	500,000.00			500,000.00
Nippon Electric Glass (Malaysia) Sdn. Bhd.	3,242.60			3,242.60
Nippon Electric Glass Trading Co., Ltd.	(452.64)		(452.64)	
Total	\$ 2,112,338.31	\$ 5,810.00	\$ (452.64)	\$ 2,106,980.95

SUMMARY OF OPERATIONS

Period Ended: May 2005
 Debtor: Nippon Electric Glass Ohio, Inc. Case No: 04-63851

Schedule of Postpetition Taxes Payable

	Beginning Balance	Accrued/ Withheld	Payments/ Deposits	Ending Balance
Income Taxes Withheld				
Federal:		\$ 1,233.52	\$ 1,233.52	
State:		\$ 386.53	\$ 386.53	
Local:				
FICA Withheld:		\$ 473.57	\$ 473.57	
Employers FICA:		\$ 473.57	\$ 473.57	
Unemployment Tax:				
Federal:		0	0	
State:		0	0	
Sales, Use & Excise Tax:				
Property Taxes:				
Other: (State Disability Insurance)		66.86	66.86	
TOTALS:		<u>\$ 2,634.05</u>	<u>\$ 2,634.05</u>	

**AGING OF ACCOUNTS RECEIVABLE
AND POST-PETITION ACCOUNTS PAYABLE**

Age in Days	0-30	30-60	Over 60
Post Petition Accounts Payable	<u>2,456,859.40</u>	<u>3,339,772.80</u>	<u>4,606,422.23</u>
Accounts Receivable	<u>2,721,973.76</u>	<u>3,625,055.59</u>	<u>4,174,743.87</u>

For all post-petition accounts payable over 30 days old, please attach a sheet listing each such account, to whom the account is owed, the date the account was opened, and the reason for non-payment of the account.

Describe events or factors occurring during this reporting period materially affecting operations and formulation of a Plan of Reorganization.

Nippon Electric Glass Ohio, Inc.
Aging of Post-Petition Account Payable

Form 4a

Owed to:	Date opened:	Amount:	Reason for non-payment:
Nippon Electric Glass Co., Ltd.	02/28/05	3,020,921.28	90 days payment term: deadline 07/31/05
Nippon Electric Glass Co., Ltd.	03/31/05	4,031,808.29	90 days payment term: deadline 06/30/05
Nippon Electric Glass (Malaysia) Sdn. Bhd.	09/30/04	(1,274.50)	90 days payment term: deadline 12/31/04
Nippon Electric Glass (Malaysia) Sdn. Bhd.	02/28/05	318,851.52	90 days payment term: deadline 07/31/05
Nippon Electric Glass (Malaysia) Sdn. Bhd.	03/31/05	571,008.16	90 days payment term: deadline 05/31/05
Others		4,880.28	90 days payment term: deadline 03/31/05

Total **\$7,946,195.03**

FORM 5 (6/92)

MONTHLY CASH STATEMENT

Debtor: Nippon Electric Glass Ohio, Inc.

Statement for the period:

Case No: 04-63851

From: May 1st, 2005

To: May 31st, 2005

Cash Activity Analysis (Cash Basis Only):

	General Acct.	Payroll Acct.	Tax Acct.	Cash Coll. Acct.
A. Beginning Balance:	\$ 9,904,281.59	_____	_____	_____
B. Receipts, Attach separate schedule:	915,190.74	_____	_____	_____
C. Balance Available (A + B):	\$10,819,472.33	_____	_____	_____
D. Less Disbursements Attach separate schedule	2,898,672.69	_____	_____	_____
E. ENDING BALANCE (C-D).	\$ 7,920,799.64	_____	_____	_____

(PLEASE ATTACH COPIES OF MOST RECENT RECONCILED BANK STATEMENTS FROM EACH ACCOUNT)

General Account:

1. Depository Name & Add. KeyBank, 127 Public Square, Cleveland, OH 44114-1306
2. Account Number 3596-8100-8058

General Account:

1. Depository Name & Add. _____
2. Account Number _____

Tax Account:

1. Depository Name & Add. _____
2. Account Number _____

Other monies on hand (specify type and location) (i.e., CD's, petty cash, ect.):
None

Date: Jun/20/05

[Signature]
Debtor in Possession

Nippon Electric Glass Ohio, Inc.
Accounts Activity from 05/01/2005 to 05/31/2005
Currency: USD

Form 5 B

KeyBank 3596-8100-8058

05/04/2005 Income	Thomson Inc.	261,360.00
05/09/2005 Income	Thomson Inc.	403,344.00
05/11/2005 Income	Samsung	96,838.74
05/16/2005 Income	Thomson Inc.	(42,128.00)
05/16/2005 Income	Thomson Inc.	49,760.00
05/17/2005 Income	Orion Engineering	146,016.00

Total: \$ 915,190.74

Nippon Electric Glass Ohio, Inc.
Accounts Activity from 05/01/2005 to 05/31/2005
Currency: USD

Form 5 D

KeyBank 3596-8100-8058

05/10/2005	Expenses	Hitachi Transport System (America)	6,888.28
05/10/2005	Expenses	Nippon Electric Glass Mexico, SA de CV	29,807.33
05/11/2005	Expenses	Border Trade Services LLC	3,740.00
05/11/2005	Expenses	Galaz, Yamazaki, Ruiz Urquiza, SC	561.71
05/11/2005	Expenses	Deloitte & Touche LLP	3,500.00
05/11/2005	Expenses	Galaz, Yamazaki, Ruiz Urquiza, SC	120.00
05/12/2005	Expenses	Antonio Alejandro Perez	1,870.00
05/16/2005	Expenses	Galaz, Yamazaki, Ruiz Urquiza, SC	30.00
05/17/2005	Expenses	Sankei Travel of Americas	845.85
05/17/2005	Expenses	US Trustee	500.00
05/25/2005	Expenses	Galaz, Yamazaki, Ruiz Urquiza, SC	17,600.00
05/26/2005	Expenses	ADP payroll May-05	3,310.00
05/26/2005	Expenses	ADP payroll May-05	2,634.05
05/27/2005	Expenses	ADP processing charges payroll	160.24
05/27/2005	Expenses	Hitachi Transport System (America)	3,000.00
05/27/2005	Expenses	Nippon Electric Glass Co., Ltd.	2,460,533.57
05/27/2005	Expenses	Nippon Electric Glass (Malaysia)	361,461.66
05/27/2005	Expenses	Palm Garden	720.00
05/31/2005	Expenses	Border Trade Services LLC	200.00
05/31/2005	Expenses	Deloitte Tax LLP	1,190.00
Total: \$			2,898,672.69

FORM 6 (6/92)

MONTHLY STATEMENT OF COMPENSATION

Month Ending: May 2005

The following information is to be provided for each share holder, officer, director, manager, insider, or owner that is employed by the debtor in possession. Attach additional pages if necessary.

Name: KATSUO TAKEDA Capacity: Principal
 X Officer
 X Director
 Insider

Detailed Description of Duties: General supervision of the business of the company

Current Compensation Paid: Weekly or Monthly \$ 5,470.48

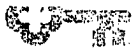
Current Benefits Received: Weekly or Monthly

Healty Insurance	<u> </u>	<u> </u>
Life Insurance	<u> </u>	<u> </u>
Retirement	<u> </u>	<u> </u>
Company Vehicle	<u> </u>	<u> </u>
Entertainment	<u> </u>	<u> </u>
Travel	<u> </u>	<u>845.85</u>
Other Benefits: Housing Allowance	<u> </u>	<u>720.00</u>

CURRENT TOTAL: Weekly or Monthly \$ 7,036.33

Dated: Jun/20/05

K. Takeda
Principal, Officer, Director, Insider



May 31, 2005
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10 B 0968 00010 R EM B1
NIPPON ELECTRIC GLASS OHIO INC
PO BOX 220
EL CENTRO CA 92244-0220

Questions or comments?
Call 1-800-821-2829

KeyNotes

Please visit <http://www.key.com/phishing> for a new update regarding Internet banking safety, and the latest information on identity theft and phishing. Phishing is when a criminal sends an email to you falsely claiming to be a legitimate enterprise, in an attempt to scam you into surrendering private information that will be used for identity theft. In order to reduce the risk of fraud and identity theft:

- Key will never include attachments in the emails we send.
 - Never log into your account from links provided in an email, regardless of the sender. Instead, open a new browser and enter the URL address to access your account. For Key, use www.key.com.
 - Avoid filling out forms in email messages that ask for personal financial information. Key will never ask for personal information in an email.
 - Ensure that your web browser is the latest version, and your firewall and antivirus software are activated and up-to-date.
 - If you receive a suspicious email message that appears to come from Key, here's what you should do:
 1. Do not respond to the fraudulent email message.
 2. Forward the message to emailfraud@keybank.com
 3. Then delete the message from your personal inbox.
- If you did respond to the fraudulent email or have other questions, please call us at 1-800-539-1539.*

Important information about Complete Picture.

This is to inform you that Complete Picture, the account aggregation service within Key's Online Banking and Investing, will be discontinued on June 19, 2005. We apologize for any inconvenience this may cause. Of course you can continue to take advantage of the many other great features of our Online Banking and Investing service, such as Key Bill Pay. If you have any questions, please visit Key.com/completenesspicture or call us at 1-800-539-1539.

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KeyNotes (con't)

Special Key Possibilities Card* Offer in May and June!
 For a limited time, when you purchase a Key Possibilities Gift Card, we will reduce our already low \$3.95 fee to \$2, which will be donated directly to the American Heart Association's Go Red For Women movement. The Key Possibilities Card is as easy to use as cash but is safer and more convenient. And now it's also helping a great cause. Visit your local KeyCenter today to pick up a Key Possibilities Card for all your special gift-giving occasions.

* Subject to the terms of the Key Possibilities Cardholder Agreement.

Key Possibilities Card is:

** NOT FDIC INSURED ** NOT A DEPOSIT ** MAY LOSE VALUE

Key Business Checking 359681008058

NIPPON ELECTRIC GLASS OHIO INC

Beginning balance 4-30-05	\$9,549,213.74
6 Additions	+ 1,280,783.02
19 Subtractions	-2,904,170.97
Ending balance 5-31-05	\$7,925,825.79

Additions

Deposits	Date	Serial #	Source	
	5-2		Thomson Inc Payments	\$366,336.00 ✓
	5-4		Thomson Inc Payments	261,360.00 ✓
	5-9	6909	Fedwire Deposit	6,888.28 ✓
	5-9		Thomson Inc Payments	403,344.00 ✓
	5-11	6507	Fedwire Deposit	96,836.74 ✓
	5-17	8309	Fedwire Deposit	146,016.00 ✓
			Total additions	\$1,280,783.02

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Subtractions

Checks * check missing from sequence

1541	5-4	\$720.00	1547	5-26	120.00	1551	5-24	500.00
* 1544	5-18	3,740.00	1548	5-25	1,870.00	1552	5-27	17,600.00
1545	5-26	561.71	1549	5-26	30.00	Total checks paid		\$29,487.56
1546	5-17	3,500.00	1550	5-23	845.85			

Withdrawals	Date	Serial #	Location	
	5-9	3776	Fedwire Withdrawal	\$6,888.28
	5-10	8957	Fedwire Withdrawal	6,888.28
	5-10	3084	Fedwire Withdrawal	29,807.33
	5-25		Adp TX/Fincl Svcadp - Tax 03UP4 052620A01	2,634.05
	5-25		Adp TX/Fincl Svcadp - Tax 120012477676UP4	3,310.00
	5-27		Adp Payroll Feesadp - Fees	160.24
	5-27	4883	Fedwire Withdrawal	3,000.00
	5-27	10595	Fedwire Withdrawal	361,461.66
	5-27	10571	Fedwire Withdrawal	2,460,533.57
Total subtractions				\$2,904,170.97

See your Account Analysis statement for details.

Fees and charges