

FORM 1 (6/92)

**TRANSMITTAL OF FINANCIAL REPORTS AND
CERTIFICATION OF COMPLIANCE WITH OPERATING
REQUIREMENTS FOR
THE PERIOD ENDED: July 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:

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

19/Aug/05

M. Takemura
 Debtor In Possession

President
 Title

686 563 5136
 Phone

OPERATING STATEMENT (P&L)
(Accrual Basis)

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

	Current Month	Total Since Filing
Total Revenue/Sales	\$ 2,155,762.94	\$ 23,114,256.00
Cost of Sales	<u>2,056,307.07</u>	<u>22,130,622.32</u>
Gross Profit	<u>\$ 99,455.87</u>	<u>\$ 983,633.68</u>
<u>EXPENSES</u>		
Compensation of Officers	\$ 5,996.32	\$ 179,100.46
Employee Salaries	<u>-</u>	<u>-</u>
Employee Salaries Credit	<u>-</u>	<u>(4,268.00)</u>
Payroll Taxes	<u>513.80</u>	<u>4,235.36</u>
Other Taxes	<u>550.28</u>	<u>6,097.61</u>
Rent & Lease Expenses	<u>720.00</u>	<u>12,216.60</u>
Interest Expense	<u>-</u>	<u>-</u>
Insurance	<u>111.25</u>	<u>988.67</u>
Transportation Expenses	<u>14,741.40</u>	<u>116,032.45</u>
Utilities (gas, electric, phone)	<u>-</u>	<u>235.53</u>
Depreciation	<u>19.79</u>	<u>1,096.46</u>
Travel & Entertainment	<u>289.51</u>	<u>5,132.21</u>
Repairs & Maintenance	<u>-</u>	<u>-</u>
Advertising	<u>-</u>	<u>-</u>
Miscellaneous Expenses	<u>275.89</u>	<u>2,663.86</u>
Other: <u>Reimbursement of NEG MEX</u>	<u>24,106.70</u>	<u>382,472.20</u>
Other: <u>Royalty</u>	<u>-</u>	<u>6,881.03</u>
TOTAL EXPENSES:	<u>\$ 47,324.94</u>	<u>\$ 712,884.44</u>
NET OPERATING PROFIT/(LOSS)	<u>\$ 52,130.93</u>	<u>\$ 270,749.24</u>
Add: Non-Operating Income:		
Interest Income	<u>-</u>	<u>5,343.07</u>
Other Income	<u>679.62</u>	<u>9,178,035.61</u>
Less: Non-Operating Expense:		
Professional Fees	<u>36,034.10</u>	<u>430,808.76</u>
Federal Income Tax	<u>-</u>	<u>169,073.00</u>
Other Loss	<u>-</u>	<u>8,251,447.86</u>
NET INCOME/(LOSS)	<u>\$ 16,776.45</u>	<u>\$ 602,798.30</u>

Nippon Electric Glass Ohio, Inc.
Reimbursement of NEG MEX

Form 2a

Description	Amount
Payroll	\$ 11,098.83
Electricity	702.05
Depreciation	360.43
Other Taxes	2,449.22
Fee	1,004.06
Surveillance Services	2,129.00
Insurance	532.66
Telephone	907.98
Logistic Fee	1,813.73
Others	3,108.74
Total	\$ 24,106.70

BALANCE SHEETDebtor: Nippon Electric Glass Ohio, Inc.Case No: 04-63851Month Ending: July 2005

ASSETS:	Current Month	Prior Month	At Filing
Cash:	\$ 7,751,063.01	\$ 5,333,325.97	\$ 2,378,494.87
Inventory:	2,242,882.91	1,532,182.58	3,807,578.90
Accounts Receivables:	5,662,689.87	9,192,417.37	2,041,230.01
Insider Receivables:	2,112,324.94	2,112,299.39	2,217,746.11
Land & Buildings:			
Furn., Fixtures & Equip:	225,334.95	225,334.95	9,432,235.08
Accumulated Depreciation:	(223,931.01)	(223,911.22)	(4,926,766.22)
Others: Investments in Subsidiary	8,913,098.00	8,913,098.00	8,913,098.00
Others: Prepaid Expenses	123,724.59	139,885.92	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:	\$ 34,543,688.52	\$ 34,961,134.22	\$ 24,442,301.05
 LIABILITIES:			
Postpetition Liabilities:			
Accounts Payable:	\$ 8,741,661.32	\$ 9,175,883.47	N/A
Wages & Salaries:			
Taxes Payable:			
Others: Fire loss claims	620,198.25	620,198.25	
TOTAL Postpetition Liabilities:	\$ 9,361,859.57	\$ 9,796,081.72	\$ -
 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	602,798.30	586,021.85	N/A
TOTAL Equity:	\$ 12,162,994.82	\$ 12,146,218.37	\$ 11,560,196.52
TOTAL LIABILITIES AND EQUITY:	\$ 34,543,688.52	\$ 34,961,134.22	\$ 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.	\$ 1,585,802.60			\$ 1,585,802.60
Nippon Electric Glass Co., Ltd.	23,706.83		5,810.00	17,896.83
Nippon Electric Glass Mexico, SA de CV	500,025.55	25.55		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		\$ 25.55	\$ 5,810.00	\$ 2,106,489.39

SUMMARY OF OPERATIONS

Period Ended: July 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:		\$ 1,620.00	\$ 1,620.00	
State:		\$ 480.00	\$ 480.00	
Local:				
FICA Withheld:		\$ 513.78	\$ 513.78	
Employers FICA:		\$ 513.78	\$ 513.78	
Unemployment Tax:				
Federal:		0	0	
State:		0	0	
Sales, Use & Excise Tax:				
Property Taxes:				
Other: (State Disability Insurance)		72.56	72.56	
TOTALS:		<u>\$ 3,200.12</u>	<u>\$ 3,200.12</u>	

AGING OF ACCOUNTS RECEIVABLE AND POST-PETITION ACCOUNTS PAYABLE

Age in Days	0-30	30-60	Over 60
Post Petition Accounts Payable	<u>2,802,054.83</u>	<u>3,491,699.54</u>	<u>2,447,906.95</u>
Accounts Receivable	<u>2,155,788.49</u>	<u>3,133,439.02</u>	<u>2,485,787.30</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.	06/30/05	2,772,100.19	90 days payment term: deadline 09/30/05
Nippon Electric Glass Co., Ltd.	05/31/05	1,983,540.05	90 days payment term: deadline 08/31/05
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.	06/30/05	719,599.35	90 days payment term: deadline 09/30/05
Nippon Electric Glass (Malaysia) Sdn. Bhd.	05/31/05	460,761.12	90 days payment term: deadline 08/31/05
Others		4,880.28	90 days payment term: deadline 03/31/05

Total **\$ 5,939,606.49**

FORM 5 (6/92)

MONTHLY CASH STATEMENT

Debtor: Nippon Electric Glass Ohio, Inc.

Statement for the period:

Case No: 04-63851

From: July 1st, 2005

To: July 31st, 2005

Cash Activity Analysis (Cash Basis Only):

	<u>General Acct.</u>	<u>Payroll Acct.</u>	<u>Tax Acct.</u>	<u>Cash Coll. Acct.</u>
A. Beginning Balance:	<u>\$ 5,333,325.97</u>	_____	_____	_____
B. Receipts, Attach separate schedule:	<u>5,685,490.44</u>	_____	_____	_____
C. Balance Available (A + B):	<u>\$11,018,816.41</u>	_____	_____	_____
D. Less Disbursements Attach separate schedule	<u>3,267,753.40</u>	_____	_____	_____
E. ENDING BALANCE (C-D).	<u>\$ 7,751,063.01</u>	_____	_____	_____

(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: 19/aug/05

[Signature]
Debtor in Possession

Nippon Electric Glass Ohio, Inc.
Accounts Activity from 07/01/2005 to 07/31/2005
Currency: USD

Form 5 B

KeyBank 3596-8100-8058

07/05/2005	Income	Samsung	440,598.96
07/05/2005	Income	Thomson Inc.	490,716.80
07/05/2005	Income	Thomson Inc.	2,766,168.00
07/29/2005	Income	Thomson Inc.	1,942,128.00
07/29/2005	Income	Thomson Inc.	45,878.68

Total: \$ 5,685,490.44

Nippon Electric Glass Ohio, Inc.
Accounts Activity from 07/01/2005 to 07/31/2005
Currency: USD

Form 5 D

KeyBank 3596-8100-8058

07/01/2005 Expenses	ADP processing charges payroll	16.80
07/11/2005 Expenses	Deloitte Tax LLP	6,200.00
07/13/2005 Expenses	Nippon Electric Glass Mexico, SA de CV	26,201.65
07/13/2005 Expenses	Nippon Electric Glass Co., Ltd.	1,360.57
07/13/2005 Expenses	Katsuo Takeda	303.23
07/13/2005 Expenses	Galaz, Yamazaki, Ruiz Urquiza, SC	550.28
07/25/2005 Expenses	Nippon Electric Glass (Malaysia)	318,851.52
07/25/2005 Expenses	Nippon Electric Glass Co., Ltd.	2,892,375.36
07/25/2005 Expenses	U.S. Trustee	10,000.00
07/25/2005 Expenses	Deloitte Tax LLP	2,449.00
07/25/2005 Expenses	Pacer International	1,969.50
07/26/2005 Expenses	ADP payroll Jul-05	3,310.00
07/26/2005 Expenses	ADP payroll Jul-05	3,200.12
07/29/2005 Expenses	ADP processing charges payroll	245.37
07/31/2005 Expenses	Palm Garden	720.00

Total: \$ 3,267,753.40

359681008058

7 B 0968 00007 R EM B1
NIPPON ELECTRIC GLASS OHIO INC
PO BOX 220
EL CENTRO CA 92244-0220

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

Key Business Checking 359681008058
NIPPON ELECTRIC GLASS OHIO INC

Beginning balance 11-30-04	\$4,724,831.70
8 Additions	+2,048,445.67
19 Subtractions	-428,245.78
Ending balance 12-31-04	\$6,344,831.59

Additions

<u>Deposits</u>	<u>Date</u>	<u>Serial #</u>	<u>Source</u>	
	12-3	6620	Fedwire Deposit	\$157,248.00 ✓
	12-6		Adp TX/Fincl Svcadp - Tax 727001754620UP4	.01
	12-15	8968	Fedwire Deposit	206,526.20 ✓
	12-16	6241	Fedwire Deposit	450,000.00 ✓
	12-20	845	Fedwire Deposit	85,346.42 ✓
	12-22		Customer Deposit	400.00 ✓
	12-23	6979	Fedwire Deposit	1,050,000.00 ✓
	12-31		Customer Deposit	98,925.04 ✓
			Total additions	\$2,048,445.67

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Subtractions

Checks *check missing from sequence*

1499	12-6	\$3,500.00 ✓	1503	12-3	690.00 ✓	1506	12-27	656.30 ✓
1500	12-8	1,600.00 ✓	1504	12-15	1,600.00 ✓	Total checks paid		\$8,910.38
*1502	12-6	700.00 ✓	1505	12-22	164.08 ✓			

<i>Withdrawals</i>	<i>Date</i>	<i>Serial #</i>	<i>Location</i>	
	12-3		Adp Payroll Feesadp - Fees	\$16.80 ✓
	12-3	4876	Fedwire Withdrawal	3,151.44 ✓
	12-7	3347	Fedwire Withdrawal	540.00 ✓
	12-9	5311	Fedwire Withdrawal	37,213.00 ✓
	12-22		Adp TX/Fincl Svcadp - Tax 756000434128UP4	6,215.00 ✓
	12-22		Adp TX/Fincl Svcadp - Tax 03UP4 122352A01	46,801.07 ✓
	12-28	4367	Fedwire Withdrawal	7,000.00 ✓
	12-28	4353	Fedwire Withdrawal	37,213.00 ✓
	12-29	4433	International Wire Withdrawal	23,905.02 ✓
	12-29	5021	Fedwire Withdrawal	85,066.66 ✓
	12-29	4378	Fedwire Withdrawal	172,035.93 ✓
	12-31		Adp Payroll Feesadp - FEES10UP4 0264650	177.48 ✓
			Total subtractions	\$428,245.78

See your Account Analysis statement for details.

Fees and charges