

FORM 1 (6/92)

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

- Operating Statement (Form 2)
- Reimbursement of NEG MEX (Form 2a)
- Balance Sheet (Form 3)
- Aging of Insider Receivables (Form 3a)
- Summary of Operations (Form 4)
- Aging of Post-Petition Account Payable (Form 4a)
- Monthly Cash Statement (Form 5)
- 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: 20/sep/05 [Signature]  
Debtor in Possession

President 52 686 463 5136  
Title Phone

**OPERATING STATEMENT (P&L)**  
**(Accrual Basis)**

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

	Current Month	Total Since Filing
Total Revenue/Sales	\$ 3,681,111.30	\$ 26,795,367.30
Cost of Sales	<u>3,547,740.21</u>	<u>25,678,362.53</u>
Gross Profit	<u>\$ 133,371.09</u>	<u>\$ 1,117,004.77</u>

**EXPENSES**

Compensation of Officers	<u>\$ 8,625.92</u>	<u>\$ 187,726.38</u>
Employee Salaries	<u>-</u>	<u>-</u>
Employee Salaries Credit	<u>-</u>	<u>(4,268.00)</u>
Payroll Taxes	<u>714.97</u>	<u>4,950.33</u>
Other Taxes	<u>550.28</u>	<u>6,647.89</u>
Rent & Lease Expenses	<u>720.00</u>	<u>12,936.60</u>
Interest Expense	<u>-</u>	<u>-</u>
Insurance	<u>111.25</u>	<u>1,099.92</u>
Transportation Expenses	<u>19,410.57</u>	<u>135,443.02</u>
Utilities (gas, electric, phone)	<u>-</u>	<u>235.53</u>
Depreciation	<u>19.79</u>	<u>1,116.25</u>
Travel & Entertainment	<u>1,172.75</u>	<u>6,304.96</u>
Repairs & Maintenance	<u>-</u>	<u>-</u>
Advertising	<u>-</u>	<u>-</u>
Miscellaneous Expenses	<u>188.02</u>	<u>2,851.88</u>
Other: <u>Reimbursement of NEG MEX</u>	<u>23,020.72</u>	<u>405,492.92</u>
Other: <u>Royalty</u>	<u>-</u>	<u>6,881.03</u>
<b>TOTAL EXPENSES:</b>	<b><u>\$ 54,534.27</u></b>	<b><u>\$ 767,418.71</u></b>
<b>NET OPERATING PROFIT/(LOSS)</b>	<b><u>\$ 78,836.82</u></b>	<b><u>\$ 349,586.06</u></b>

Add:	Non-Operating Income:		
	Interest Income	<u>-</u>	<u>5,343.07</u>
	Other Income	<u>-</u>	<u>9,178,035.61</u>
Less:	Non-Operating Expense:		
	Professional Fees	<u>63,077.65</u>	<u>493,886.41</u>
	Federal Income Tax	<u>-</u>	<u>169,073.00</u>
	Other Loss	<u>20,578.85</u>	<u>8,272,026.71</u>
<b>NET INCOME/(LOSS)</b>		<b><u>\$ (4,819.68)</u></b>	<b><u>\$ 597,978.62</u></b>

**Nippon Electric Glass Ohio, Inc.**  
Reimbursement of NEG MEX

Form 2a

Description	Amount
Payroll	\$ 10,826.22
Electricity	505.78
Depreciation	360.43
Other Taxes	2,168.04
Fee	1,206.26
Surveillance Services	2,129.78
Insurance	574.72
Telephone	1,349.73
Logistic Fee	1,809.39
Others	2,090.37
<b>Total</b>	<b>\$ 23,020.72</b>

**BALANCE SHEET**Debtor: Nippon Electric Glass Ohio, Inc.Case No: 04-63851Month Ending: August 2005

<b>ASSETS:</b>	Current Month	Prior Month	At Filing
Cash:	\$ 8,173,069.75	\$ 7,751,063.01	\$ 2,378,494.87
Inventory:	2,509,389.00	2,242,882.91	3,807,578.90
Accounts Receivables:	8,399,797.77	5,662,689.87	2,041,230.01
Insider Receivables:	2,124,709.94	2,112,324.94	2,217,746.11
Land & Buildings:			
Furn., Fixtures & Equip:	225,334.95	225,334.95	9,432,235.08
Accumulated Depreciation:	(223,950.80)	(223,931.01)	(4,926,766.22)
Others: Investments in Subsidiary	8,913,098.00	8,913,098.00	8,913,098.00
Others: Prepaid Expenses	87,373.84	123,724.59	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	-
<b>TOTAL ASSETS:</b>	<b>\$ 37,945,323.71</b>	<b>\$ 34,543,688.52</b>	<b>\$ 24,442,301.05</b>
<b>LIABILITIES:</b>			
<b>Postpetition Liabilities:</b>			
Accounts Payable:	\$ 12,102,750.52	\$ 8,741,661.32	N/A
Wages & Salaries:			
Taxes Payable:			
Others: Fire loss claims	620,198.25	620,198.25	
<b>TOTAL Postpetition Liabilities:</b>	<b>\$ 12,722,948.77</b>	<b>\$ 9,361,859.57</b>	<b>\$ -</b>
<b>Secured Liabilities:</b>			
Subject to Postpetition Collateral of Financing Order All Other Secured Liab.			
<b>TOTAL Secured Liabilities:</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Prepetition Liabilities:</b>			
Accounts Payable:	\$ 13,064,199.80	\$ 13,018,834.13	\$ 12,882,104.53
Taxes & Others Priority Liabs.			
Unsecured Liabilities:			
Other:			
<b>TOTAL Prepetition Liabilities:</b>	<b>\$ 13,064,199.80</b>	<b>\$ 13,018,834.13</b>	<b>\$ 12,882,104.53</b>
<b>Equity:</b>			
Owner's Capital:	\$ 9,000,000.00	\$ 9,000,000.00	\$ 9,000,000.00
Retained Earnings-Prepetition	2,514,680.85	2,560,196.52	2,560,196.52
Retained Earnings-Postpetition	643,494.29	602,798.30	N/A
<b>TOTAL Equity:</b>	<b>\$ 12,158,175.14</b>	<b>\$ 12,162,994.82</b>	<b>\$ 11,560,196.52</b>
<b>TOTAL LIABILITIES AND EQUITY:</b>	<b>\$ 37,945,323.71</b>	<b>\$ 34,543,688.52</b>	<b>\$ 24,442,301.05</b>

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.	28,866.83	5,160.00		23,706.83	
Nippon Electric Glass Mexico, SA de CV	500,025.55		25.55	500,000.00	
Nippon Electric Glass (Malaysia) Sdn. Bhd.	10,467.60	7,225.00		3,242.60	
Nippon Electric Glass Trading Co., Ltd.	(452.64)			(452.64)	
Total		\$ 2,124,709.94	\$ 12,385.00	\$ 25.55	\$ 2,112,299.39

## SUMMARY OF OPERATIONS

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

**Schedule of Postpetition Taxes Payable**

	Beginning Balance	Accrued/ Withheld	Payments/ Deposits	Ending Balance
<b>Income Taxes Withheld</b>				
Federal:		\$ 3,300.00	\$ 3,300.00	
State:		\$ 1,200.00	\$ 1,200.00	
Local:				
<b>FICA Withheld:</b>		\$ 714.99	\$ 714.99	
<b>Employers FICA:</b>		\$ 714.99	\$ 714.99	
<b>Unemployment Tax:</b>				
Federal:		0	0	
State:		0	0	
<b>Sales, Use &amp; Excise Tax:</b>				
<b>Property Taxes:</b>				
<b>Other: (State Disability Insurance)</b>		100.93	100.93	
<b>TOTALS:</b>		\$ 6,030.91	\$ 6,030.91	

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

Age in Days	0-30	30-60	Over 60
Post Petition Accounts Payable	<u>3,856,747.75</u>	<u>2,767,007.40</u>	<u>5,478,995.37</u>
Accounts Receivable	<u>3,672,025.90</u>	<u>2,164,990.09</u>	<u>4,687,491.72</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.

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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 Co., Ltd.	07/31/05	2,229,019.61	90 days payment term: deadline 10/31/05
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.	07/31/05	537,987.79	90 days payment term: deadline 10/31/05
Others		5,030.28	90 days payment term: deadline 03/31/05

**Total** **\$ 8,246,002.77**

FORM 5 (6/92)

MONTHLY CASH STATEMENT

Debtor: Nippon Electric Glass Ohio, Inc.

Statement for the period:

Case No: 04-63851

From: August 1st, 2005

To: August 31st, 2005

Cash Activity Analysis (Cash Basis Only):

	General Acct.	Payroll Acct.	Tax Acct.	Cash Coll. Acct.
A. Beginning Balance:	\$ 7,751,063.01			
B. Receipts, Attach separate schedule:	944,003.40			
C. Balance Available (A + B):	\$ 8,695,066.41			
D. Less Disbursements Attach separate schedule	521,996.66			
E. ENDING BALANCE (C-D).	\$ 8,173,069.75			

(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: 20/sep/05

[Signature]  
Debtor in Possession



Nippon Electric Glass Ohio, Inc.  
Accounts Activity from 08/01/2005 to 08/31/2005  
Currency: USD

Form 5 B

<b>KeyBank 3596-8100-8058</b>		
08/03/2005 Income	Sony Electronic, Inc.	43,214.64
08/12/2005 Income	Orion Engineering	133,488.36
08/18/2005 Income	Samsung	499,604.40
08/31/2005 Income	Orion Engineering	267,696.00

**Total: \$ 944,003.40**

Nippon Electric Glass Ohio, Inc.  
Accounts Activity from 08/01/2005 to 08/31/2005  
Currency: USD

Form 5 D

**KeyBank 3596-8100-8058**

08/05/2005 Expenses	Hitachi Transport System	8,000.00
08/05/2005 Expenses	Border Trade Services LLC	520.00
08/05/2005 Expenses	Galaz, Yamazaki, Ruiz Urquiza, SC	550.28
08/05/2005 Expenses	Katsuo Takeda	239.96
08/05/2005 Expenses	NYK Line (NA) Inc.	285.00
08/05/2005 Expenses	Antonio Alejandro Perez	440.00
08/05/2005 Expenses	Pierpass	1,520.00
08/15/2005 Expenses	Pierpass	3,200.00
08/19/2005 Expenses	Pierpass	800.00
08/22/2005 Expenses	Hitachi Transport System	4,771.90
08/22/2005 Expenses	Maersk Mexico	50.00
08/24/2005 Expenses	Nippon Electric Glass Mexico, SA de CV	24,106.70
08/24/2005 Expenses	Nippon Electric Glass Malaysia	460,761.12
08/24/2005 Expenses	Border Trade Services LLC	1,980.00
08/24/2005 Expenses	Maersk Mexico	800.00
08/25/2005 Expenses	Palm Garden	720.00
08/26/2005 Expenses	ADP payroll Aug-05	3,310.00
08/26/2005 Expenses	ADP payroll Aug-05	6,030.89
08/26/2005 Expenses	ADP processing charges payroll	188.02
08/30/2005 Expenses	Border Trade Services LLC	1,140.00
08/30/2005 Expenses	Katsuo Takeda	287.19
08/30/2005 Expenses	Antonio Alejandro Perez	1,650.00
08/30/2005 Expenses	Sankei Travel of Americas	645.60

**Total: \$ 521,996.66**



**August 31, 2005**  
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359681008058

**Key Business Checking 359681008058**  
NIPPON ELECTRIC GLASS OHIO INC

Beginning balance 7-31-05	\$7,769,420.89
5 Additions	+ 945,454.40
25 Subtractions	-538,598.64
<b>Ending balance 8-31-05</b>	<b>\$8,176,276.65</b>

**Additions**

<u>Deposits</u>	<u>Date</u>	<u>Serial #</u>	<u>Source</u>	
	8-2		Thomson Inc Payments	\$1,451.00
	8-8		Customer Deposit	43,214.64
	8-12	9585	Fedwire Deposit	133,488.36
	8-18	6075	Fedwire Deposit	499,604.40
	8-31	13552	Fedwire Deposit	267,696.00
			<b>Total additions</b>	<b>\$945,454.40</b>

**Subtractions**

**Checks** \* check missing from sequence

1561	8-8	\$303.23	* 1567	8-5	720.00	1572	8-15	440.00
* 1563	8-1	10,000.00	1568	8-15	520.00	<b>Total checks paid</b>		<b>\$17,237.01</b>
1564	8-1	2,449.00	1569	8-24	550.28			
1565	8-15	1,969.50	* 1571	8-17	285.00			

<u>Withdrawals</u>	<u>Date</u>	<u>Serial #</u>	<u>Location</u>	
	8-5	5527	Fedwire Withdrawal	\$8,000.00
	8-9		Pierpass 5873660	1,520.00
	8-17		Franchise Tax Bopayments	1,558.00
	8-17		Pierpass 6031453	3,200.00
	8-22	5525	Fedwire Withdrawal	50.00

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**Subtractions**

(con't)

<b>Withdrawals</b>	<b>Date</b>	<b>Serial #</b>	<b>Location</b>	
	8-22		Pierpass 6114818	800.00
	8-22		Franchise Tax Bopayments	3,145.00
	8-22	5547	Fedwire Withdrawal	4,771.90
	8-24	5729	Fedwire Withdrawal	800.00
	8-24	3105	Fedwire Withdrawal	1,980.00
	8-24	3068	Fedwire Withdrawal	24,106.70
	8-24	3057	Fedwire Withdrawal	460,761.12
	8-25		Adp TX/Fincl Svcadp - Tax 718004883209UP4	3,310.00
	8-25		Adp TX/Fincl Svcadp - Tax 03UP4 082633A01	6,030.89
	8-26		Adp Payroll Feesadp - Fees	188.02
	8-30	4973	Fedwire Withdrawal	1,140.00
			<b>Total subtractions</b>	<b>\$538,598.64</b>

See your Account Analysis statement for details.

**Fees and  
charges**

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