

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF OHIO
EASTERN DIVISION

In re: : Chapter 11
: :
NIPPON ELECTRIC GLASS : Case No. 04-63851
OHIO, INC., : :
: :
Debtor. : Judge John E. Hoffman, Jr.

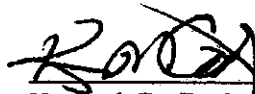
**MOTION FOR AN ORDER SCHEDULING AN EXPEDITED HEARING TO
CONSIDER MOTION AUTHORIZING DEBTOR TO (1) SELL SCRAP MACHINERY
AND INVENTORY DESTROYED BY FIRE LOSS AND PAY RELATED EXPENSES
THERETO, AND (2) ADVANCE FUNDS TO SUBSIDIARY FOR SEVERANCE
PAYMENTS TO TERMINATED EMPLOYEES
AND OTHER FIRE-RELATED MATTERS**

Nippon Electric Glass Ohio, Inc. (the "Debtor"), debtor and debtor in possession, by and through counsel, hereby moves this Court, pursuant to Local Bankruptcy Rule 9073-1(a), for an order, attached hereto as Exhibit A, scheduling an expedited hearing to consider the *Motion Authorizing Debtor to (1) Sell Scrap Machinery and Inventory Destroyed by Fire Loss and Pay Expenses Relating Thereto, and (2) Advance Funds to Subsidiary for Severance Payments to Terminated Employees and Other Fire-Related Expenses* (the "Scrap Sale and Advance Motion"), and approving the form and manner of notice.

A memorandum in support of this expedited hearing motion is provided below.

Dated: Columbus, Ohio
October 25 2004

Respectfully submitted,



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Counsel for Nippon Electric Glass
Ohio, Inc.

MEMORANDUM IN SUPPORT

In support of the expedited hearing motion, the Debtor respectfully represents the following:

I. Background

1. The Debtor filed a voluntary petition for relief under Chapter 11 of Title 11 (the "Bankruptcy Code") of the United States Code on September 1, 2004 (the "Petition Date"). The Debtor continues to operate its business and manage its properties as a debtor in possession under sections 1107 and 1108 of the Bankruptcy Code.

2. No creditors' committee, trustee or examiner has been appointed in this Chapter 11 case.

3. The Debtor is in the business of manufacturing glass parts for cathode ray tubes used in television sets. The Debtor has gross revenue of approximately \$20 million a year from sales to manufacturers of television sets.

4. The Debtor's manufacturing operations are conducted pursuant to a "maquila" agreement with its wholly owned subsidiary, NEG Mexico, at NEG Mexico's plant located in Mexicali, Mexico. Under the agreement, the Debtor supplies all equipment, machinery, raw materials and components used in the manufacturing operation. Thus, the Debtor owns the machinery and equipment and inventory, consisting of finished and unfinished glass parts, at the Mexicali facility, while NEG Mexico owns the building and real property. The Debtor pays NEG Mexico for its services in an amount equal to NEG Mexico's costs of operations, plus an 8% fee.

5. Employees working at the Mexicali facility are NEG Mexico employees. The Debtor has only two employees of its own, namely its two executive officers, Mr. Katsuo Takeda, the president, and Mr. Akira Murakami, the vice president.

6. On October 7, 2004, a fire was started by a spark in a lighting fixture. It severely damaged, and for practical purposes, destroyed the Mexicali facility and all contents located inside the building. All of the Debtor's inventory and manufacturing equipment located in the building was destroyed and was transformed into broken glass and scrap metal. The building itself, owned by NEG Mexico, is also a total loss and will be torn down. The fire caused a total cessation of production at the Mexicali facility.

II. Law and Argument

7. As described in detail in the Scrap Sale and Advance Motion, the Debtor seeks authority to sell certain scrap items and to advance certain funds. The Debtor requests these matters be set for hearing on November 4, 2004 at 10:00 a.m., or as soon thereafter as the Court's docket permits.

8. The Debtor is serving this motion upon (a) the United States Trustee for the Southern District of Ohio, Eastern Division, (b) those parties listed on the Debtor's list of twenty (20) largest creditors, and (c) all other parties having requested notice in this case.

WHEREFORE, based on the foregoing, the Debtor respectfully requests that the Court enter an Order, substantially in the form attached hereto as Exhibit A, (a) scheduling an expedited hearing on the Scrap Sale and Advance Motion, (b) approving the form and manner of notice substantially in the form attached hereto as Exhibit B, and (c) granting such other and further relief as the Court deems just and proper.

Dated: Columbus, Ohio
October 25, 2004

Respectfully submitted,



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Counsel for Nippon Electric
Glass Ohio, Inc.

EXHIBIT A

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF OHIO
EASTERN DIVISION

In re: : Chapter 11
: :
NIPPON ELECTRIC GLASS : Case No. 04-63851
OHIO, INC., : :
: :
Debtor. : Judge John E. Hoffman, Jr.

**ORDER SCHEDULING AN EXPEDITED HEARING TO CONSIDER MOTION
AUTHORIZING DEBTOR TO (1) SELL SCRAP MACHINERY AND INVENTORY
DESTROYED BY FIRE LOSS AND PAY EXPENSES RELATING THERETO, AND (2)
ADVANCE FUNDS TO SUBSIDIARY FOR SEVERANCE PAYMENTS TO
TERMINATED EMPLOYEES AND OTHER FIRE-RELATED EXPENSES**

Upon consideration of the motion (the "Motion") for an expedited hearing on the *Motion Authorizing Debtor to (1) Sell Scrap Machinery and Inventory Destroyed by Fire Loss and Pay Expenses Relating Thereto, and (2) Advance Funds to Subsidiary for Severance Payments to Terminated Employees and Other Fire-Related Expenses* (the "Scrap Sale and Advance Motion") filed by Nippon Electric Glass Ohio, Inc. (the "Debtor"), debtor and debtor in possession; and it appearing that the relief requested is in the best interest of the Debtor's estate, its creditors and other parties in interest; and it appearing the Court has jurisdiction over this

matter pursuant to 28 U.S.C. §§ 157 and 1334; and it appearing that due and sufficient notice of the Motion having been given; and after due deliberation and cause appearing therefore; it is hereby ORDERED that:

1. The Motion is granted and an expedited hearing on the Scrap Sale and Advance Motion is scheduled for November 4, 2004 at 10:00 a.m., at the United States Bankruptcy Court, 170 North High Street, Columbus, Ohio 43215. This Court shall retain jurisdiction with respect to all matters arising from or related to the implementation of this Order.

2. The Debtor shall serve the Notice, prescribed in the form attached to the Motion. The Debtor shall serve the Notice upon the Offices of the United States Trustee, the list of twenty largest unsecured creditors, and other parties requesting notice in this case by regular U.S. Mail, postage prepaid on or before October 27, 2004.

3. Interested parties shall file and serve their responsive pleadings and/or objections to the Scrap and Advance Motion on or before noon, November 4, 2004, upon counsel for the Debtor, the Office of the United States Trustee, and the list of twenty largest creditors.

4. The Debtor is authorized and empowered to take all actions and execute all documents or refrain from any actions necessary or appropriate to implement the relief granted in this Order.

IT IS SO ORDERED.

Copies to attached Service List

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EXHIBIT B

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF OHIO
EASTERN DIVISION

In re: : Chapter 11
: :
NIPPON ELECTRIC GLASS : Case No. 04-63851
OHIO, INC., : :
: :
Debtor. : Judge John E. Hoffman, Jr.

NOTICE OF EXPEDITED HEARING ON MOTION AUTHORIZING DEBTOR TO (1) SELL SCRAP MACHINERY AND INVENTORY DESTROYED BY FIRE LOSS AND PAY EXPENSES RELATING THERETO, AND (2) ADVANCE FUNDS TO SUBSIDIARY FOR SEVERANCE PAYMENTS TO TERMINATED EMPLOYEES AND OTHER FIRE-RELATED EXPENSES

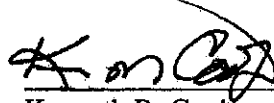
Please take notice that the *Motion Authorizing Debtor to (1) Sell Scrap Machinery and Inventory Destroyed by Fire Loss and Pay Expenses Relating Thereto, and (2) Advance Funds to Subsidiary for Severance Payments to Terminated Employees and Other Fire-Related Expenses* (the "Scrap Sale and Loan Motion") was served by regular U.S. Mail, postage prepaid, on the 25 day of October, 2004.

The Scrap Sale and Advance Motion has been set for hearing on November 4, 2004, at 10:00 a.m., at the U.S. Bankruptcy Court, 170 North High Street, Columbus, Ohio, 43215. (See attached Order Granting Expedited Hearing).

The last date to object to the Scrap Sale and Advance Motion has been set by the Court for noon on November 3, 2004. (See attached Order Granting Expedited Hearing).

Dated: Columbus, Ohio
October 25, 2004

Respectfully submitted,



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Counsel for Nippon Electric Glass
Ohio, Inc.

NOTICE OF MOTION FOR EXPEDITED HEARING AND CERTIFICATE OF SERVICE

Nippon Electric Glass Ohio, Inc. has filed the foregoing *Motion Authorizing Debtor to (1) Sell Scrap Machinery and Inventory Destroyed by Fire Loss and Pay Expenses Relating Thereto, and (2) Advance Funds to Subsidiary for Severance Payments to Terminated Employees and Other Fire-Related Expenses* seeking an order setting an expedited hearing on November 4, 2004 at 10:00 a.m., or as soon thereafter as the Court's docket permits. Your rights may be affected. You should read these papers carefully and discuss them with your attorney, if you have one in this bankruptcy case. (If you do not have an attorney, you may wish to consult one.) If you do not want to Court to rule against you, or if you want the Court to consider your views on the Motion, then on or before noon on November 3, 2004, you or your attorney must file with the Court a response explaining your position at:

United States Bankruptcy Court
170 North High Street
Columbus, Ohio 43215

If you mail your response to the Court for filing, you must mail it early enough so the Court will receive it on or before the deadline stated above. You must also serve a copy on the following:

United States Trustee
170 North High Street, Suite 200
Columbus, Ohio 43215

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Lisa M. Diem
Kegler Brown Hill
& Ritter
65 East State St.,
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2482

If you or your attorney do not take these steps, the Court may decide that you do not oppose the relief sought in the Application or objection and may enter an order granting that relief.

The undersigned hereby certifies that a copy of the foregoing *Motion Authorizing Debtor to (1) Sell Scrap Machinery and Inventory Destroyed by Fire Loss and Pay Expenses Relating Thereto, and (2) Advance Funds to Subsidiary for Severance Payments to Terminated Employees and Other Fire-Related Expenses* was served by regular U.S. Mail, postage prepaid, or by electronic filing, as indicated on the receipt of filing, on October 25, 2004, on the parties listed below.



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