

FORM 1 (6/92)

TRANSMITTAL OF FINANCIAL REPORTS AND
CERTIFICATION OF COMPLIANCE WITH OPERATING
REQUIREMENTS FOR
THE PERIOD ENDED: October 2004

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)
- Balance Sheet (Form 3)
- Summary of Operations (Form 4)
- Aging of Post-Petition Account Payable (Form 4a)
- Monthly Cash Statement (Form 5)
- Statement of Compensation (Form 6-1)
- Statement of Compensation (Form 6-2)

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: 11, 19, 2004

Abira Murakami
Debtor in Possession

Vice President
Title Phone

FORM 2 (6/92)

OPERATING STATEMENT (P&L)
(Accrual Basis)

Debtor: Nippon Electric Glass Ohio, Inc.Case No: 04-63851Month Ending: October 2004

	Current Month	Total Since Filing
Total Revenue/Sales	\$ 268,807.20	\$ 1,917,411.44
Cost of Sales	<u>152,007.41</u>	<u>1,739,366.76</u>
Gross Profit	<u>\$ 116,799.79</u>	<u>\$ 178,044.68</u>
 <u>EXPENSES</u>		
Compensation of Officers	<u>\$ 12,147.32</u>	<u>\$ 20,213.62</u>
Employee Salaries		
Employee Benefits & Pensions		
Payroll Taxes		
Other Taxes		
Rent & Lease Expenses	<u>1,060.00</u>	<u>2,301.00</u>
Interest Expense		
Insurance	<u>92.36</u>	<u>138.54</u>
Transportation Expenses	<u>9,871.86</u>	<u>24,337.61</u>
Utilities (gas, electric, phone)	<u>104.89</u>	<u>232.09</u>
Depreciation	<u>131.89</u>	<u>222.95</u>
Travel & Entertainment	<u>1,024.97</u>	<u>1,590.31</u>
Repairs & Maintenance		
Advertising		
Miscellaneous Expenses	<u>29.07</u>	<u>237.40</u>
Other: <u>Maquila fee</u>	<u>21,293.57</u>	<u>39,809.24</u>
Other: <u>Royalty</u>		<u>6,881.03</u>
TOTAL EXPENSES:	<u>\$ 45,755.93</u>	<u>\$ 95,963.79</u>
NET OPERATING PROFIT/(LOSS)	<u>\$ 71,043.86</u>	<u>\$ 82,080.89</u>
Add: Non-Operating Income:		
Interest Income		
Other Income		<u>2,626.16</u>
Less: Non-Operating Expense:		
Professional Fees	<u>58,407.50</u>	<u>126,755.32</u>
Other	<u>365,644.49</u> <small>NOTE 1</small>	<u>365,759.49</u>
NET INCOME/(LOSS)	<u>\$ (353,008.13)</u>	<u>\$ (407,807.76)</u>

NOTE 1: LOSS FOR DISCONTINUED PRODUCT

FORM 3 (8/92)

BALANCE SHEET

Debtor: Nippon Electric Glass Ohio, Inc.

Case No: 04-63851

Month Ending: October 2004

ASSETS:	Current Month	Prior Month	At Filing
Cash:	\$ 2,122,881.19	\$ 2,540,024.32	\$ 2,378,494.87
Inventory:	372,369.88	3,513,070.62	3,807,578.90
Accounts Receivables:	3,398,562.56	3,510,679.84	2,041,230.01
Insider Receivables:	2,721,141.07	2,243,081.42	2,217,746.11
Land & Buildings:			
Furn., Fixtures & Equip:	226,104.43	9,432,235.08	9,432,235.08
Accumulated Depreciation:	(223,677.30)	(5,002,986.72)	(4,926,760.22)
Others: Investments in Subsidiary	8,913,098.00	8,913,098.00	8,913,098.00
Others: Prepaid Expenses	324,932.26	382,994.12	451,184.30
Others: Deferred Taxes	127,500.00	127,500.00	127,500.00
Others: Provisional fire claim (machinery & inventory)	6,695,689.04	-	-
TOTAL ASSETS:	\$ 24,678,601.13	\$ 25,659,696.68	\$ 24,442,301.05
LIABILITIES:			
Postpetition Liabilities:			
Accounts Payable:	\$ 644,107.84	\$ 1,272,195.26	N/A
Wages & Salaries:			
Taxes Payable:			
Others:			
TOTAL Postpetition Liabilities:	\$ 644,107.84	\$ 1,272,195.26	\$ -
Secured Liabilities:			
Subject to Postpetition Collateral of Financing Order All Other Secured Liab.			
TOTAL Secured Liabilities:	\$ -	\$ -	\$ -
Prepetition Liabilities:			
Accounts Payable:	\$ 12,882,104.53	\$ 12,882,104.53	\$ 12,882,104.53
Taxes & Others Priority Liabs.			
Unsecured Liabilities:			
Other:			
TOTAL Prepetition Liabilities:	\$ 12,882,104.53	\$ 12,882,104.53	\$ 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	2,580,196.52
Retained Earnings-Postpetition	(407,807.76)	(54,799.63)	N/A
TOTAL Equity:	\$ 11,152,388.76	\$ 11,505,396.89	\$ 11,560,196.52
TOTAL LIABILITIES AND EQUITY:	\$ 24,678,601.13	\$ 25,659,696.68	\$ 24,442,301.05

FORM 4 (8/92)

SUMMARY OF OPERATIONS

Period Ended: October 2004

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:				
State:				
Local:				
FICA Withheld:		\$ 5,147.21	\$ 5,147.21	
Employers FICA:		\$ 5,147.21	\$ 5,147.21	
Unemployment Tax:				
Federal:				
State:				
Sales, Use & Excise Tax:				
Property Taxes:				
Other:				
TOTALS:		\$ 10,294.42	\$ 10,294.42	

AGING OF ACCOUNTS RECEIVABLE AND POST-PETITION ACCOUNTS PAYABLE

Age in Days	0-30	30-60	Over 60
Post Petition Accounts Payable	235,918.31	408,189.53	
Accounts Receivable	834,184.17	1,547,935.22	3,737,584.24

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.

On October 7, 2004, a major fire occurred at the manufacturing facility in Mexicali, Mexico where the Debtor conducted business operations through a subsidiary. The fire caused the destruction of Debtor's machinery and inventory located at the facility and resulted in cessation of Debtor's manufacturing operations.

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

Form 4a

Owed to:	Date opened:	Amount:	Reason for non-payment:
Techneglas, Inc.	09/30/04	221,796.26	60 days payment term: deadline 11/30/04
Nippon Electric Glass Co., Ltd.	09/30/04	175,252.37	90 days payment term: deadline 12/31/04
Nippon Electric Glass (Malaysia) Sdn. Bhd.	09/30/04	(1,274.50)	90 days payment term: deadline 12/31/04
Nippon Electric Glass America, Inc.	09/30/04	10,092.26	60 days payment term: deadline 11/30/04
RPM Material Handling Co.	09/30/04	2,323.14	invoice modification delayed: payed 11/18/04
Total		\$ 408,189.53	

FORM 5 (6/92)

MONTHLY CASH STATEMENT

Debtor: Nippon Electric Glass Ohio, Inc.

Statement for the period:

Case No: 04-63851

From: October 1st

To: October 31st

Cash Activity Analysis (Cash Basis Only):

	General Acct.	Payroll Acct.	Tax Acct.	Cash Coll. Acct.
A. Beginning Balance:	\$ 2,538,077.78			
B. Receipts, Attach separate schedule:	393,226.80			
C. Balance Available (A + B):	\$ 2,931,304.58			
D. Less Disbursements Attach separate schedule	808,423.39			
E. ENDING BALANCE (C-D).	\$ 2,122,881.19			

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

General Account:

1. Depository Name & Add. Sumitomo Mitsui Banking Corporation, 277 Parck Ave, New York, NY 10172
2. Account Number 233242

General Account:

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

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: 11.19.2004

Akira Murakami
Debtor in Possession

Nippon Electric Glass Ohio, Inc.
Accounts Activity from 10/01/2004 to 10/31/2004
Currency: USD

Form 5 B

Sumitomo Bank Limited 233-242		
10/06/2004	Income	Sony Electronics Inc. 62,488.24
10/18/2004	Income	Sony Electronics Inc. 103,170.84
10/18/2004	Income	Samsung SDI America Inc. 142,580.00
10/20/2004	Income	Orion Engineering 50,000.00
10/20/2004	Income	Nippon Electric Glass Trading 12,302.32
10/27/2004	Income	Sony Electronics Inc. 22,705.60

Total: \$ 393,226.80

Nippon Electric Glass Ohio, Inc.
 Accounts Activity from 10/01/2004 to 10/31/2004
 Currency: USD

Form 5 B

Sumitomo Bank Limited 233-242

10/18/2004	Expenses	Hitachi Transport System	7,000.00
10/18/2004	Expenses	Wire transfer commision	20.00
10/18/2004	Expenses	Nippon Electric Glass Mexico	241,750.88
10/18/2004	Expenses	Wire transfer commission	15.00
10/21/2004	Expenses	Hyundai America Shipping	8,005.00
10/21/2004	Expenses	Wire transfer commission	20.00
10/25/2004	Expenses	Yangming Marine Transport	4,775.00
10/25/2004	Expenses	Wire transfer commission	15.00
10/28/2004	Loan	Nippon Electric Glass Mexico	500,000.00
10/28/2004	Expenses	Wire transfer commission	15.00
Sub Total: \$			761,615.88

KeyBank 3596-8100-8058

10/01/2004	Expenses	ADP processing charges payroll	177.48
10/06/2004	Expenses	CT Corporation	438.00
10/06/2004	Expenses	NYK Line (NA) Inc.	1,190.00
10/06/2004	Expenses	Yangming Marine Transport	9,280.00
10/06/2004	Expenses	Hitachi Transport System	6,898.18
10/16/2004	Adjustment	Adjustment (Yaskawa Electric America)	(1,946.54)
10/18/2004	Expenses	Galaz, Yamazaki, Ruiz Urquiza, S.C.	645.89
10/18/2004	Expenses	Nextel Communications	209.78
10/18/2004	Expenses	McMaster-Carr Supply Co.	162.17
10/18/2004	Expenses	Capro Industries, Inc.	600.00
10/18/2004	Expenses	Maqsa Inc.	453.00
10/18/2004	Expenses	Sepri Mex	1,305.00
10/18/2004	Expenses	Yusen Air & Sea Service (USA)	1,413.29
10/20/2004	Expenses	U.S. Trustee	250.00
10/26/2004	Expenses	Payroll Oct-04	17,022.08
10/26/2004	Expenses	Payroll Oct-04	6,215.00
10/27/2004	Expenses	Palm Garden	360.00
10/27/2004	Expenses	Palm Garden	700.00
10/27/2004	Expenses	TMM Lines Limited, LLC	1,200.00
10/29/2004	Expenses	ADP processing charges payroll	234.18
Sub Total: \$			46,807.51

Total: \$ 808,423.39

FORM 6 (6/92)

MONTHLY STATEMENT OF COMPENSATION

Month Ending: October 2004

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:	<u> </u>	Principal
	<u>X</u>	Officer
	<u>X</u>	Director
	<u> </u>	Insider

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

Current Compensation Paid:	Weekly	or	Monthly
	<u> </u>		<u>\$11,910.19</u>

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> </u>
Other Benefits	<u> </u>		<u> </u>

CURRENT TOTAL:	Weekly	or	Monthly
	<u> </u>		<u>\$11,910.19</u>

Dated: 11/18/04

Akira Murakami
Principal, Officer, Director, Insider

FORM 6 (6/92)

MONTHLY STATEMENT OF COMPENSATION

Month Ending: October 2004

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: AKIRA MURAKAMI

Capacity:	<u> </u>	Principal
	<u> X </u>	Officer
	<u> X </u>	Director
	<u> </u>	Insider

Detailed Description of Duties: In charge of the operations from sales, logistic, purchase and accounting

Current Compensation Paid:	Weekly	or	Monthly
	<u> </u>		<u>\$11,326.91</u>

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>672.85</u>
Travel	<u> </u>		<u>352.12</u>
Other Benefits	<u> </u>		<u> </u>

CURRENT TOTAL:	Weekly	or	Monthly
	<u> </u>		<u>\$12,351.88</u>

Dated: 11/18/04

Akira Murakami
Principal, Officer, Director, Insider

SUMITOMO MITSUI BANKING CORPORATION
 NEW YORK BRANCH
 277 PARK AVENUE
 NEW YORK, NY 10172
 Telephone: 212-224-4000

Account Number: 233242
 Account Title: NIPPON ELECTRIC GLASS OHIO, INC.

Account Type: CHECKING ACCOUNT
 Account Currency: USD - United States Dollars
 Statement Period: 01OCT2004 - 31OCT2004
 Page: 1 of 3
 Statement No: 244

Enclosed Checks: 0	Collected Balance: 1,615,528.97	Beginning Ledger Balance: 2,006,623.65
Number of Debits: 12	Average Balance: 1,989,617.92	Total Debits: 761,615.88
Number of Credits: 5	Average Collected Balance: 1,977,617.91	Total Credits: 370,521.20
	Low Balance: 1,615,528.97	Ending Ledger Balance: 1,615,528.97

NIPPON ELECTRIC GLASS OHIO, INC.
 P.O. BOX 220
 EL CENTRO CA 92244

FT Code:
 COL - Collection Float Hold MD - Mixed in Deposit
 MFH - Mixed Float Hold Availability MDF - Next Day Funds Availability
 RD - Re-Deposit Float Hold TDF - Two Days Float Hold Availability

Please examine this statement of account at once. The maintenance of this account is subject to the provisions of the New York State's Uniform Commercial Code and Sumitomo Mitsui Banking Corporation's New York Branch (the "Bank") Terms and Conditions for business accounts and services. The Bank disclaims responsibility for any error in, or improper charge to, the account as rendered unless informed in writing of this error or charge within thirty days of the delivery, mailing or availability of the statement canceled voucher. Kindly refer to the instructions on the reverse side of this statement in order to direct your inquiries to the proper department for prompt action. Deposits are not insured by the FDIC.

Account: 233242
 Title: NIPPON ELECTRIC GLASS OHIO, INC.

Statement Period: 01OCT2004 - 31OCT2004
 Page: 2 of 3

DAILY CLOSING LEDGER BALANCES:

Date	Balance	Date	Balance	Date	Balance
30SEP	2,006,623.65	20OCT	2,025,188.33	25OCT	2,115,543.97
15OCT	2,149,183.65	21OCT	2,017,163.33	28OCT	1,615,528.97
18OCT	1,962,886.01	22OCT	2,120,333.97	31OCT	1,615,528.97

DEBITS:

Date	EFD	FT	Description	Amount	Reference
18OCT	18OCT		CHIPS-FUNDS TRF DEBIT	241,750.88	REF:001041018MT06534 BNF:NIPPON ELECTRIC GLASS MEXICO SA DE CV DET:INVOICE NO. SEPTEMBER 2004 MAGULLA FEE
18OCT	18OCT		FUNDS TRF COMM CHARGE	15.00	REF:001041018MT06534 BNF:NIPPON ELECTRIC GLASS MEXICO SA DE CV DET:INVOICE NO. SEPTEMBER 2004 MAGULLA FEE
18OCT	18OCT		FEDWIRE TRANSFER DEBIT	7,000.00	REF:001041018MT06539 BNF:HITACHI TRANSPORT SYSTEM (AMERICA) LTD DET:INVOICE NO. I/V NO. CLK490278000 OCT-04 2ND HALF
18OCT	18OCT		FUNDS TRF COMM CHARGE	15.00	REF:001041018MT06539 BNF:HITACHI TRANSPORT SYSTEM (AMERICA) LTD DET:INVOICE NO. I/V NO. CLK490278000 OCT-04 2ND HALF
18OCT	18OCT		FUNDS TRF CABLE CHARGE	5.00	REF:001041018MT06539 BNF:HITACHI TRANSPORT SYSTEM (AMERICA) LTD DET:INVOICE NO. I/V NO. CLK490278000 OCT-04 2ND HALF
21OCT	21OCT		FEDWIRE TRANSFER DEBIT	8,005.00	REF:001041021MT05553 BNF:HYUNDAI AMERICA SHIPPING AGENCY INC. D ET:INV NO. BL NO. MKWB1721597 EX 040131 040135 AND EX 040140
21OCT	21OCT		FUNDS TRF COMM CHARGE	15.00	REF:001041021MT05553 BNF:HYUNDAI AMERICA SHIPPING AGENCY INC. D ET:INV NO. BL NO. MKWB1721597 EX 040131 040135 AND EX 040140
21OCT	21OCT		FUNDS TRF CABLE CHARGE	5.00	REF:001041021MT05553 BNF:HYUNDAI AMERICA SHIPPING AGENCY INC. D ET:INV NO. BL NO. MKWB1721597 EX 040131 040135 AND EX 040140
25OCT	25OCT		CHIPS-FUNDS TRF DEBIT	4,775.00	REF:001041025MT07210 BNF:YANGMING MARINE TRANSPORT CORP. 271 MIN G DE 1ST ROAD CHIDU KEELING TAIPEI, TAIWAN DET:INV NO BL NO. YMLU W 125070690 125070689
25OCT	25OCT		FUNDS TRF COMM CHARGE	15.00	REF:001041025MT07210 BNF:YANGMING MARINE TRANSPORT CORP. 271 MIN G DE 1ST ROAD CHIDU KEELING TAIPEI, TAIWAN DET:INV NO BL NO. YMLU W 125070690 125070689
28OCT	28OCT		CHIPS-FUNDS TRF DEBIT	500,000.00	REF:001041028MT07191 BNF:NIPPON ELECTRIC GLASS MEXICO SA DE CV

Statement of Account

Account: 233242
 Title: NIPPON ELECTRIC GLASS OHIO, INC.

Statement Period: 01OCT2004 - 31OCT2004
 Page: 3 of 3

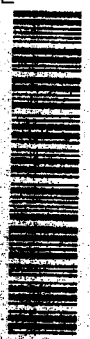
DEBITS (continued):

Date	EFD	FT	Description	Amount	Reference
28OCT			FUNDS TRF COMM CHARGE	15.00	REF:001041028MT07191 BNF:NIPPON ELECTRIC GLASS MEXICO SA DE CV DET:INVOICE NO.ADVANCE PAYMENT
			TOTAL DEBITS	761,615.88	

CREDITS:

Date	EFD	FT	Description	Amount	Reference
15OCT			FEDWIRE TRANSFER CREDIT	142,560.00	REF:F07428900F2401 ORIG:SAMSUNG SDI AMERICA INC DET:/RFB/403660 6 IMAD 20041015L1LFBF3G001507 4083744FRS204083743PRS20
18OCT			18OCT 18OCT NDF DEPOSIT	62,488.24	
20OCT			FEDWIRE TRANSFER CREDIT	12,302.32	REF:S0742940333601 ORIG:NIPPON ELECTRIC GLASS TRADING CO LTD 01 27-00247114 DET:LAST MONTH SHIPMENT LESS CHARGES
20OCT			FEDWIRE TRANSFER CREDIT	50,000.00	REF:F0742940108101 ORIG:ORION ENGINEERING + SERVICE INC.943 S.I MPERIAL AVE.SUITE .E CALEXICO CA92231 DET:IMAD 20041020L2QFPZ2D 000115 FFC:NIPPON ELECTRIC GLASS OHIO INC A.C.233242
22OCT			22OCT 22OCT NDF DEPOSIT	103,170.64	
			TOTAL CREDITS	370,521.20	

359681008058



18 B 0968 00018 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

Now Online Banking and Investing is quick and easy to find within Key.com.
 Simply go to "Access My Accounts" at the top of every page and sign on.

Applying for new accounts has also been made easier; just select the "Apply for
 Loans and Accounts" link at the top of all pages. Visit Key.com today!

Key Business Checking 359681008058
 NIPPON ELECTRIC GLASS OHIO INC

Beginning balance 9-30-04	\$540,984.50
22 Subtractions	-48,901.37
Ending balance 10-31-04	\$492,083.13

Subtractions

Checks

* check missing from sequence

1463	10-4	\$126.00	* 1473	10-20	791.43	1480	10-25	209.78
* 1465	10-4	254.41	1474	10-14	438.00	1481	10-22	182.17
1466	10-4	252.87	1475	10-15	1,190.00	* 1484	10-22	1,305.00
1467	10-4	1,082.00	1476	10-14	9,280.00	1488	10-25	250.00
1468	10-4	700.00	1477	10-12	6,898.18	Total checks paid		\$25,252.63
* 1470	10-12	550.00	1478	10-18	416.90			
1471	10-4	700.00	1479	10-28	645.89			

October 31, 2004

page 2 of 3

359681008058

Subtractions
 (con't)

<i>Withdrawals</i>	<i>Date</i>	<i>Serial #</i>	<i>Location</i>	
	10-1		Adp Payroll Feesadp - Fees	\$177.48 ✓
	10-25		Adp TX/Fincl Svcadp - Tax 692004382796UP4	6,215.00 ✓
	10-25		Adp TX/Fincl Svcadp - Tax 03UP4 102643A01	17,022.08 ✓
	10-29		Adp Payroll Feesadp - Fees	234.18 ✓
			Total subtractions	\$48,991.37

See your Account Analysis statement for details.

Fees and charges

Account messages

Important message regarding service charges that apply to your Account.

Effective January 1, 2005, the following service charges will be revised as noted. The Overdraft Item Charge and the Return Item Charge will increase to \$30.00 each.

359681008058 - 00101
74811

TOTAL P.02