

Nippon Electric Glass Co., Ltd.  
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 First Section of the Tokyo Stock Exchange  
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## Notice Concerning a Revision of Earnings Forecasts

### 1. Revision of consolidated earnings forecasts for the six months of the year ending March 31, 2009 (April 1, 2008 to September 30, 2008)

In light of the earnings outlook for the 2nd quarter (July 1, 2008 to September 30, 2008), among the consolidated earnings forecasts announced on April 30, 2008, the following revisions have been made to the consolidated earnings forecasts for the six months ending September 30, 2008.

(billions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previously announced forecasts (A)	190.0 - 210.0	50.0 - 60.0	50.0 - 60.0	30.0 - 35.0
<b>Revised forecasts (B)</b>	<b>204.0</b>	<b>64.0</b>	<b>62.0</b>	<b>34.0</b>
Change (B - A)	-	-	-	-
Rate of change (%)	-	-	-	-
Previous year 2nd quarter results	171.4	43.6	42.4	21.1

#### Comments:

- In contrast to the 1st quarter, during which sales expanded amidst continuing high-level demand for our mainstay product, glass for flat panel displays (FPDs), the 2nd quarter experienced a deceleration as a result of production adjustments made by our principal customers for substrate glass for LCDs. However, for the results for the six months ending September 30, 2008, the Company forecasts an increase in both revenue and profit that exceeds the results recorded in the same period of the previous year as shown in the table above.
- For the 2nd quarter, although the forecast range related to this period will not be attained for reasons given below, the Company also forecasts an increase in both revenue and profit compared with the same period of the previous year. Reasons include an easing in demand and a fall in product prices as a result of the abovementioned production adjustments as well as soaring raw materials and fuel prices, increasing depreciation expenses and other factors.

### 2. Outlook for the 3rd quarter of the year ending March 31, 2009 (October 1, 2008 to December 31, 2008)

- After implementing the abovementioned production adjustments, the Company believes that the demand for substrate glass will recover, however, there are strong underlying uncertainties that preclude any optimism.

- Under these circumstances, although factors restricting earnings are anticipated, such as lowering product prices and the cost burden of putting new facilities into operation, the Company is aiming to secure revenues through productivity improvements and cost reductions.
- Based on the above, and compared with the same period of the previous year, the Company forecasts a change in net sales of between 0% and +10% and a change in operating income of between -5% and +15%.

Due to severe changes in the business environment and increasing uncertainty with respect to future demand and price trends, the Company will not make any changes at this time to its consolidated earnings forecasts for the fiscal year.

The above numerical forecasts are based on rational decisions made at the time of their release and may differ to actual results.