

December 25, 2008

Nippon Electric Glass Co., Ltd.
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Notice Concerning the Outlook of Quarterly Earnings and Revision of Earnings Forecasts

1. Projected consolidated earnings for the nine months of the year ending March 31, 2009 (April 1, 2008 to December 31, 2008)

(millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Nine months of the year ending March 31, 2009 (Projection)	274,000	73,000	68,000	37,000
(Reference) Same period of the previous year (Actual results)	265,564	68,225	66,818	34,613

Comments:

In contrast to the 1st quarter (April-June 2008), during which sales expanded amidst continuing high-level demand for our mainstay product, glass for flat panel displays (FPDs), the 2nd quarter (July-September 2008) experienced a deceleration in earnings from impacts such as reduced demand and falling product prices accompanying production adjustments made by our customers for substrate glass for LCDs.

In the 3rd quarter (October-December 2008), the business environment deteriorated with a suddenness that was beyond our expectations as a result of the global economic recession that has been sparked by the financial crisis. Due to these circumstances, the projected earnings for the 3rd quarter is significantly lower than the same period last year (October-December 2007). The main factors of this are reduced sales as a result of a sudden decrease in product demand, particularly with respect to substrate glass for LCDs, and falling profitability as consequence of the aforementioned sales reduction.

2. Outlook for the 4th quarter (January 1, 2009 to March 31, 2009) of the year ending March 31, 2009

The outlook for the 4th quarter is a continuation of the current severe business environment and the Company forecasts a big squeeze on earnings, due to sluggish demand, falling product prices, and lower profitability accompanying a broad reduction in production.

The Company will put all its efforts into securing revenues by ensuring operation is thoroughly adjusted to demand, and pressing on with reducing inventory and reducing costs.

Based on the above, and compared with the same period of the previous year, the Company forecasts a change in net sales of between -30% and -60%, and a change in operating income of -100% and -145%.

3. Revision of earnings forecast range for the year ending March 31, 2009 (April 1, 2008 to March 31, 2009)

(1) Consolidated

(millions of yen, except per-share data)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Previously announced forecasts (A)	390,000 - 430,000	100,000 - 130,000	100,000 - 130,000	60,000 - 75,000	¥120.63 - 150.79
Revised forecasts (B)	310,000 - 340,000	55,000 - 70,000	45,000 - 60,000	20,000 - 30,000	¥40.20 - 60.30
Change (B-A)	—	—	—	—	—
Rate of change (%)	—	—	—	—	—
Previous year's results	368,267	100,882	96,942	50,668	105.29

(2) Non-consolidated

(millions of yen, except per-share data)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Previously announced forecasts (A)	320,000 - 360,000	90,000 - 120,000	90,000 - 120,000	55,000 - 70,000	¥110.54 - 140.68
Revised forecasts (B)	250,000 - 280,000	45,000 - 60,000	45,000 - 60,000	20,000 - 30,000	¥40.20 - 60.30
Change (B-A)	—	—	—	—	—
Rate of change (%)	—	—	—	—	—
Previous year's results	303,616	92,592	93,740	53,081	110.30

Comments:

In light of the above earnings outlook, the forecast range for the full-year consolidated and non-consolidated earnings, announced on April 30, 2008, have been revised as presented in the tables above.

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