



TO OUR SHAREHOLDERS

NIPPON SHEET GLASS CO., LTD.
149TH FISCAL PERIOD INTERIM REPORT
1 APRIL 2014 - 30 SEPTEMBER 2014

'MAKING A DIFFERENCE TO OUR WORLD
THROUGH GLASS TECHNOLOGY'

MESSAGE FROM THE PRESIDENT AND CEO

On behalf of the NSG Group, I thank you for your continued support.

Market conditions during the first two quarters of the financial year were mixed, with improvements in some regions and reductions in others. A significant market recovery has not yet materialized in Europe. In Japan, the increase in indirect taxation at the start of the year continued to affect architectural volumes negatively, although automotive volumes held up relatively well. North American markets showed further growth, particularly in architectural. Overall, technical glass markets were mixed, with improvements in some areas and reductions in others.

During the first two quarters of the year, restructuring savings continued to be delivered as expected.

We will further accelerate the recovery of our profitability in-line with our new 4 year Medium-term Plan.



Keiji Yoshikawa
Representative Executive Officer
President and CEO

Operating results in the Architectural business were better than the previous year due mainly to the effects of the Groups' restructuring program. Revenues improved with increased volumes in North America and the translational impact of the weakened Japanese yen.

In the Automotive business, revenues were similar to the previous year, with increases in Japan and North America partly offset by reductions in South America.

Revenues in the Technical Glass business were below the previous year due mainly to a decrease in volumes. Profits fell slightly but remain at a satisfactory level.

Underlying profitability will continue to benefit from the Groups' restructuring action.

The Group's dividend policy is to secure dividend payments based on sustainable business results. The directors did not recommend an interim dividend for the period ended 30 September 2014. The Group recognizes the importance of dividends to its shareholders and

anticipates resuming dividend payments when the financial performance of the Group allows.

In May 2014, the Group announced its' Medium-term Plan (MTP), covering the financial period to 31 March 2018. Our strategic vision, which is the foundation for the MTP, is to transform the NSG Group into a VA Glass Company. We believe that the Group, through the MTP, will be able to create shareholder value by focusing on producing innovative and technologically advanced glass products and thus improving financial performance.

We look forward to your continuing understanding and support of our activities.

吉川 恵治

Keiji Yoshikawa
Representative Executive Officer
President and CEO
Nippon Sheet Glass Co., Ltd.

4 December 2014

CONSOLIDATED FINANCIAL HIGHLIGHTS

Income statement

	Millions of yen		
	Fiscal 2015 interim period	Fiscal 2014 interim period	Fiscal 2014
Revenue	309,477	302,162	606,095
Operating profit before exceptional items	6,093	4,949	14,567
Profit/(loss) before taxation	10,327	(10,059)	(16,401)
Profit/(loss) for the period	7,857	(10,530)	(16,485)
Profit/(loss) attributable to the owners of the parent	7,456	(11,054)	(17,630)
Earnings per share (yen)	8.26	(12.25)	(19.53)

Balance sheet

	Millions of yen	
	30 September 2014	31 March 2014
Non-current assets	651,131	643,369
Current assets	278,878	281,806
Total assets	930,009	925,175
Total liabilities	740,433	750,677
Total equity	189,576	174,498
Total liabilities and equity	930,009	925,175

Statement of cash flows

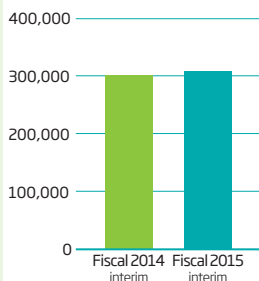
	Millions of yen	
	Fiscal 2015 interim period	Fiscal 2014 interim period
Net cash (outflows)/inflows from operating activities	(910)	1,770
Net cash outflows from investing activities	(11,031)	(5,008)
Cash flow before financing activities	(11,941)	(3,238)
Net cash inflows/(outflows) from financing activities	9,954	(12,878)
Cash and cash equivalents (net of bank overdrafts) at the end of the period	51,473	53,507

Net revenue by business



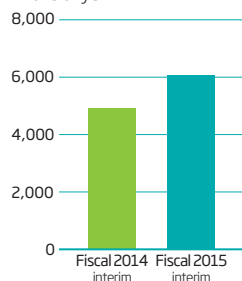
Revenue

Millions of yen



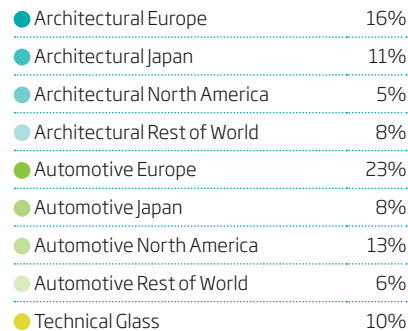
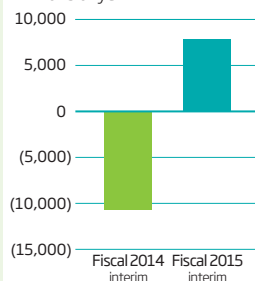
Operating profit before exceptional items

Millions of yen



Profit/(loss) for the period

Millions of yen



Note: The consolidated financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IFRS).

NEWS

ISO accepts the proposal for new international standardization for vacuum glazing

NSG Group's "SPACIA" is the world's first commercially available vacuum glazing, which is a unique glazing unit having a high energy saving rating. SPACIA can contribute to energy conservation and prevention of global warming by utilizing the thermal insulation performance of vacuum glazing.

Previously there has been no international standard for vacuum glazing. The International Organization for Standardization (ISO) has accepted the proposal for international standardization for vacuum glazing submitted

by the Japanese Industrial Standards Committee (JISC), supported by the Ministry of Economy, Trade and Industry (METI). This proposal was in response to a request from NSG. The proposal will be further examined by the ISO Technical Committee, and will be issued as a new international standard if the ISO members reach such a consensus. The international standardization will improve visibility and reliability for the vacuum glazing sector and accelerate the spread of it in the market.

VFG's 15th anniversary

Vietnam Float Glass Co., Ltd. (VFG) was the first float glass manufacturer in Vietnam, established in 1995 by NSG. In 2014, VFG celebrated its 15th anniversary since operations began in 1999. As a leading architectural glass manufacture in Vietnam, VFG is anticipated to continue to develop and market glass in the future for the Vietnamese market.



A big family get together was held to celebrate the 15th anniversary.

Renewed Kagami Crystal store in Ginza

Kagami Crystal Co., Ltd., a member of the Group, is a traditional manufacturer specialized in crystal glassware and is celebrating its 80th anniversary this year. Kagami's first-class glassware, produced in Japan, has been supplied to the Imperial Household Agency and used at official receptions welcoming royal families, presidents and other foreign dignitaries.

In May 2014, Kagami Crystal's Ginza store was relocated and renewed. The new store is located in Ginza 6-chome, a famous shopping area in Tokyo. We look forward to your next visit to our new Ginza store.



For more information, please visit website of Kagami Crystal at <http://www.kagami.jp>



Special Feature : NSG Group's Value-added (VA) Products

Increasing demand for Super UV cut automotive glass that blocks approximately 99% of UV rays.

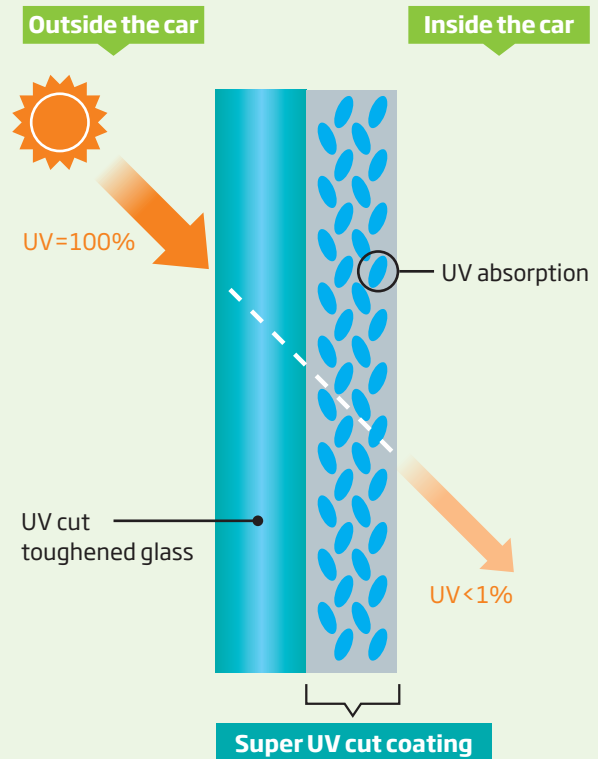
Super UV cut glass is able to block approximately 99 per cent of UV rays entering the passenger cabin. This is achieved by applying an additional high-performance UV absorbing coating on the interior side of UV cut toughened glass. This Product, for front door windows, can protect passengers from being exposed to the sun and thus enhance driving comfort.

Supported by demand from the market, mostly female drivers, the number of Japanese car models that use this product, including a recently launched light vehicle, has been increasing. The NSG Group has decided and announced in June 2014 a plan to further increase the capacity of Super UV cut glass due to continuing demand expansion after already doubling production capacity in November 2013.

In addition the NSG Group produces UV cut glass with the addition of an infrared ray (IR) cut which reduces scorching sunlight. Super UV+IR cut glass is currently used in selected car models, but demand is expected to grow.

Under the long-term Strategic Vision and Medium-term Plan, announced on 15 May 2014, the NSG Group is focusing on the development and marketing of VA products.

*Calculated by the NSG Group based on ISO9050 standards



Structure of Super UV cut glass

CORPORATE DATA (as at 30 September 2014)

Company name	Nippon Sheet Glass Co., Ltd.	Established	22 November 1918
Head office	Sumitomo Fudosan Mita Twin Building West Wing, 5-27, Mita 3-chome, Minato-ku, Tokyo 108-6321 Japan Tel: +81-3-5443-9500	Number of permanent employees	27,229 (consolidated)
		Paid-in capital	¥116,449 million
		Stock listing	Tokyo (Code: 5202)
		Contact	www.nsg.com/en/contact-us

MANAGEMENT (as at 30 September 2014)

NSG Group adopted a Company with Committees structure with effect from 27 June 2008.

Directors

External Director, Chairman of the Board	Seiichi Asaka	■ Nomination Committee (Chairman)	■ Audit Committee	■ Compensation Committee
External Director	Sumitaka Fujita	■ Nomination Committee	■ Audit Committee (Chairman)	■ Compensation Committee
External Director	Hiroshi Komiya	■ Nomination Committee	■ Audit Committee	■ Compensation Committee (Chairman)
External Director	Günter Zorn	■ Nomination Committee	■ Audit Committee	■ Compensation Committee
Director	Keiji Yoshikawa	■ Nomination Committee		■ Compensation Committee
Director	Clemens Miller			
Director	Mark Lyons			
Director	Kenichi Morooka	■ Nomination Committee		■ Compensation Committee

Executive Officers

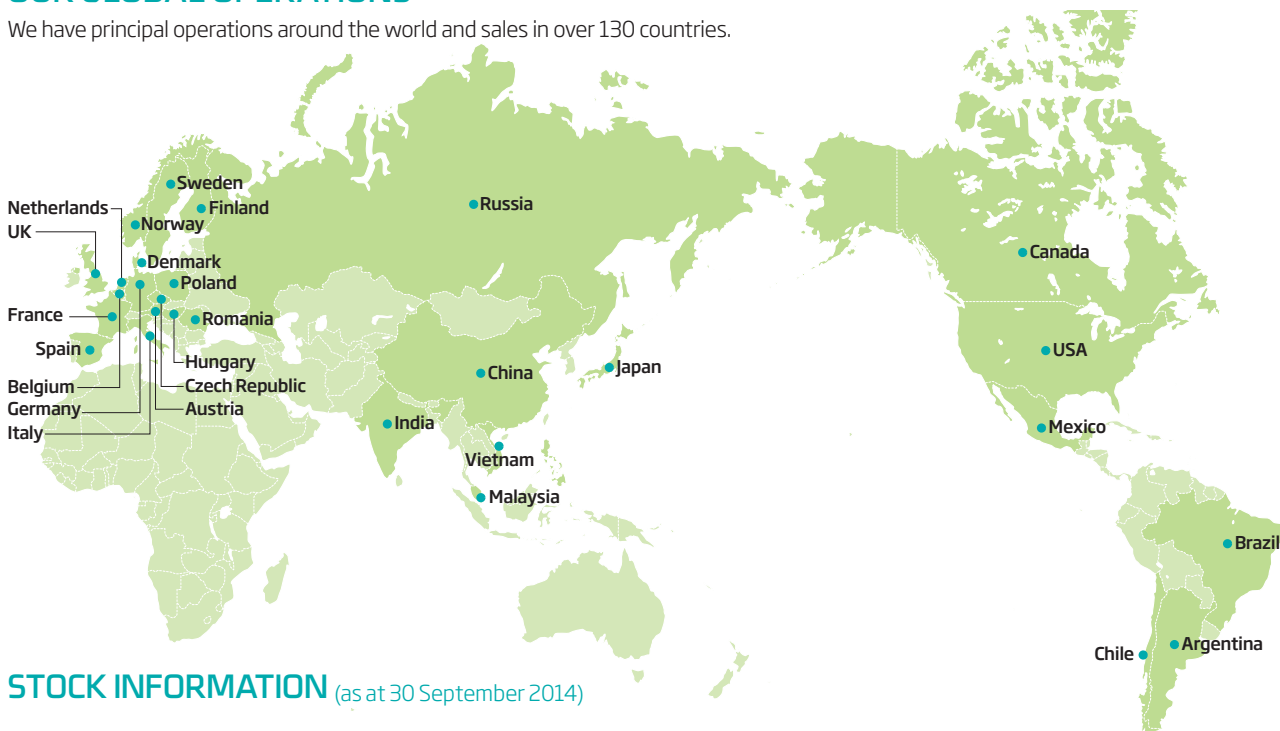
Representative Executive Officer, President and CEO	Keiji Yoshikawa	Representative Executive Officer, Executive Vice President and CFO	Mark Lyons
Representative Executive Officer, Executive Vice President and COO	Clemens Miller	Executive Officer, Executive Vice President	Kenichi Morooka

Corporate Officers

Senior Corporate Officer	Tony Fradgley	Corporate Officer	Kazumitsu Fujii
Senior Corporate Officer	Ichiro Fujiki	Corporate Officer	Keita Kakehashi
Senior Corporate Officer	Kazuhiko Fujimaki	Corporate Officer	Masaya Kato
Senior Corporate Officer	Koichi Hiyoshi	Corporate Officer	Hiroshi Kishimoto
Senior Corporate Officer	Minoru Imanishi	Corporate Officer	Shiro Kobayashi
Senior Corporate Officer	Phil Millichap	Corporate Officer	Koichi Maeda
Senior Corporate Officer	Shigeki Mori	Corporate Officer	Paul Ravenscroft
Senior Corporate Officer	Phil Ramsey	Corporate Officer	Iain Smith
Senior Corporate Officer	Jochen Settelmayer	Corporate Officer	Shinji Tsuchie
Senior Corporate Officer	Milena Stanisci	Corporate Officer	Yasuyuki Watanabe
Senior Corporate Officer	Phil Wilkinson		

OUR GLOBAL OPERATIONS

We have principal operations around the world and sales in over 130 countries.



STOCK INFORMATION (as at 30 September 2014)

Number of shares/shareholders

Authorized shares	1,775,000,000
Issued shares	903,550,999
Number of shareholders	72,074

Distribution of NSG Group Shareholders



Major shareholders

	Number of shares	Percentage of Shares
Japan Trustee Services Bank, Ltd (Trust Account)	35,072,000	3.88
The Master Trust Bank of Japan, Ltd. (Trust Account)	34,691,000	3.83
Chase Manhattan Bank GTS Clients Account Escrow	21,618,837	2.39
CBNY DFA Intl Small Cap Value Portfolio	18,764,217	2.07
Mellon Bank, N.A. As Agent For Its Client Mellon Omnibus US Pension	13,813,900	1.52
The Nomura Trust and Banking Co., Ltd. (Investment Trust Account)	13,431,000	1.48
Japan Trustee Services Bank, Ltd (Trust Account 6)	10,626,000	1.17
Japan Trustee Services Bank, Ltd (Trust Account 5)	10,620,000	1.17
Japan Trustee Services Bank, Ltd (Trust Account 1)	10,488,000	1.16
Japan Trustee Services Bank, Ltd (Trust Account 3)	10,478,000	1.15

SHAREHOLDER INFORMATION

Fiscal period	1 April to 31 March of the following year
Ordinary General Meeting of Shareholders	Held annually in June
Record dates	Ordinary General Meeting of Shareholders: 31 March Dividend: 30 September and 31 March
Transfer agent	Sumitomo Mitsui Trust Bank, Limited 4-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo, Japan
Operating office	Stock Transfer Agency Department, Sumitomo Mitsui Trust Bank, Limited 4-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo, Japan
Public notice	www.nsg.com
Independent auditors	Ernst & Young ShinNihon LLC

If you need to record any changes in your address, personal details or any other relevant matter, please contact the securities company administrating your shareholder account. If you do not use a securities company, please notify our transfer agent as shown below.

Notice to shareholders holding odd-lot shares

If you hold an odd-lot of shares (1 to 999 shares), which is less than a trading unit of shares (1,000 shares), you could:

1. sell these shares to the Company, or
2. purchase odd-lot shares from the Company to supplement your holding to the extent necessary to constitute a trading unit.

Please contact the securities company administrating your shareholder account for its specific procedures.

If you do not use a securities company, please contact our transfer agent as shown below.

Mail address Stock Transfer Agency Department,
Sumitomo Mitsui Trust Bank, Limited
8-4, Izumi 2-chome, Suginami-ku,
Tokyo 168-0063, Japan

Telephone Number ☎ 0120-782-031 (toll free in Japan)

Website



Further information about the Group including its financial results and latest IR information is available at www.nsg.com