

Financial Results to June 2007 (FY08 First Quarter)

23rd August 2007

Nippon Sheet Glass Co., Ltd.

Highlights for FY08 First Quarter

1. New integrated global organization in place from 1st April 2007.
2. Extraordinary income recognized from the sale of Australasian flat glass business and marketable securities.
3. Significant increase in year-on-year change in sales and income, due to the full consolidation of Pilkington, which was an affiliate in equity method in FY07 Q1.

Consolidated Statement of Income

(単位：10億円) (Unit:Billion Yen)	06年4-6月 Y06 Apr to Jun	07年4-6月 Y07 Apr to Jun	08年3月期通期 To Mar. Y08
売上高 Net Sales	63.2	217.8	850.0
暖簾等前営業利益 Operation Income before amortization	1.3	18.3	—
(暖簾等前営業利益率) Operation Income rate before amortization	2.1%	8.4%	—
暖簾、無形資産償却 Amortization charge for goodwill and intangible asset	—	6.2	—
営業利益 Operating Income	1.3	12.1	45.0
(営業利益率) Operating Income ratio	2.0%	5.6%	5.3%
営業外損益 Non-operating Income and expense	-0.9	-4.1	—
経常利益 Ordinary Income	0.4	8.0	27.0
(経常利益率) Ordinary Income ratio	0.7%	3.7%	3.2%
特別損益 Extraordinary Income and expense	41.0	49.6	—
税引前当期利益 Income before Tax	41.4	57.6	—
税引後当期利益 Net Income	24.1	46.9	53.0
(当期利益率) Net Income ratio	38.2%	21.5%	6.2%
E B I T D A	4.8	30.6	1190.0
1株あたり当期利益(円) EPS	54.3	70.2	79.3

- Substantial year-on-year increase in sales and Incomes.**
- Goodwill amortization JPY2.7Bil**
Intangible assets amortization JPY 3.5 Bil
Tax effect (deferred tax liabilities) JPY1.0 Bil
- EBITDA JPY 30.6 Bil**
Substantial year-on-year increase In line with the planned level.
- Non-operating expense (JPY4.1 Bil)**
i)Financial expense (JPY4.8 Bil)
ii)Income from equity JPY2.0 Bil
***Income from equity includes the positive contribution by NH-Techno's turn-around.**
- Extraordinary gain JPY 49.6 Bil**
i)Sale of Australasia JPY35.7 Bil
ii)Sale of marketable securities JPY 13.1 Bil
- GBP/JPY exchange rates**
Plan : 215.0
Actual(average for Q-1) : 239.5

Consolidated Balance Sheet

(単位:10億円) (Unit : Billion Yen)	2007年3月末 End Mar. 07	2007年6月末 End Jun. 07
流動資産 Current Assets	465.8	519.0
(うち、現金) (うち、現預金) (Cash equivalent)	(160.9)	(223.1)
固定資産 Fixed Assets	943.1	956.3
総資産 Total Assets	1,408.9	1,475.3
負債 Liabilities	1,058.3	1,064.9
(うち、有利子負債) (Interest-bearing Liabilities)	(561.1)	(586.4)
資本(純資産) Capital(Net Asset)	350.6	410.4
負債・資本計 Total Liabilities and Net Asset	1,408.9	1,475.3
期末発行済株数(百万株) Number of shares issued(Million)	668.4	668.4
株主資本比率 Shareholder's equity to total assets	20.2%	26.8%
BPS(円)	586.7	590.5
1株当り配当(円)		
ROE	10.9%	14.0%
ROA	2.2%	1.0%

1. Balance of Goodwill JPY 214.2 Bil
(JPY 9.2 Bil increase from March 07
mainly due to GBP appreciation to JPY)

**2. Balance of intangible assets (related to
Pilkington acquisition) JPY 173.7 Bil**

***Exchange rate for balance sheet items:
JPY 246.9 per GBP (the market rate at June
07 end)**

Financial indices (June 07 vs. March 07)

- Net D/E ratio- 0.92 (vs.1.19 at Mar. 07)
- Gross D/E ratio- 1.49 (vs.1.66 at Mar. 07)
- Net Borrowings – JPY363.3Bil
(vs. JPY400.0 Bil at Mar. 07)
- Gross Borrowings- JPY586.4Bil
(vs. JPY561.1Bil at Mar.07)
 - * The increase by 25.3Bil is mainly due to JPY depreciation against GBP.
- EBITDA- JPY 30.6Bil /quarter

Improvement in financial position

Segment information

売上 Sales	(10億円) (Billion Yen)	日本 Japan	欧州 Europe	北米 NA	その他 ROW	合計 Total
建築用	Building Products	24.8	58.4	8.0	9.7	100.9
自動車用	Automotive	13.5	50.6	22.7	8.4	95.1
その他 Other	情電 IT	—	—	—	—	10.3
	繊維 FG	—	—	—	—	9.0
	その他 Other	—	—	—	—	2.5
		12.7	4.1	0.3	4.6	21.8
合計 Total		51.1	113.1	30.9	22.7	217.8

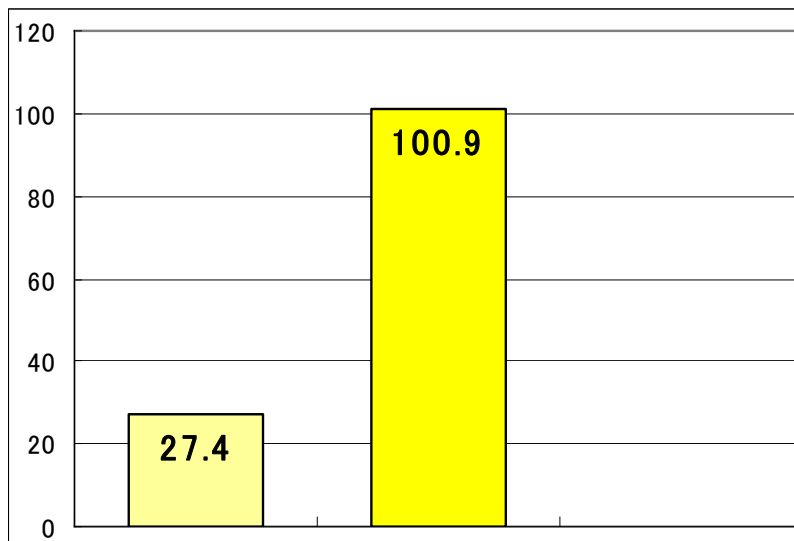
営業利益 OP	(10億円) (Billion Yen)	日本 Japan	欧州 Europe	北米 NA	その他 ROW	合計 Total
建築用	Building Products	-0.1	11.1	0.0	2.6	6.7
自動車用	Automotive					6.9
その他 Other	情電 IT	—	—	—	—	1.1
	繊維 FG	—	—	—	—	0.8
	その他 Other	—	—	—	—	-3.4
		0.9	-2.6	0.0	0.2	-1.5

Notes: Amortization of goodwill and intangible assets are charged on each business and regional segment.

Building Products

売上高 (Sales)

【10億円】
(Billion Yen)



<Europe>

Based on the strong demand, performance improved across most regions.

<Japan>

Under challenging market conditions, sales were at a similar level to the previous year. Performance improved, due to the absence of previous years negative factors, including rolled glass production adjustment.

<North America>

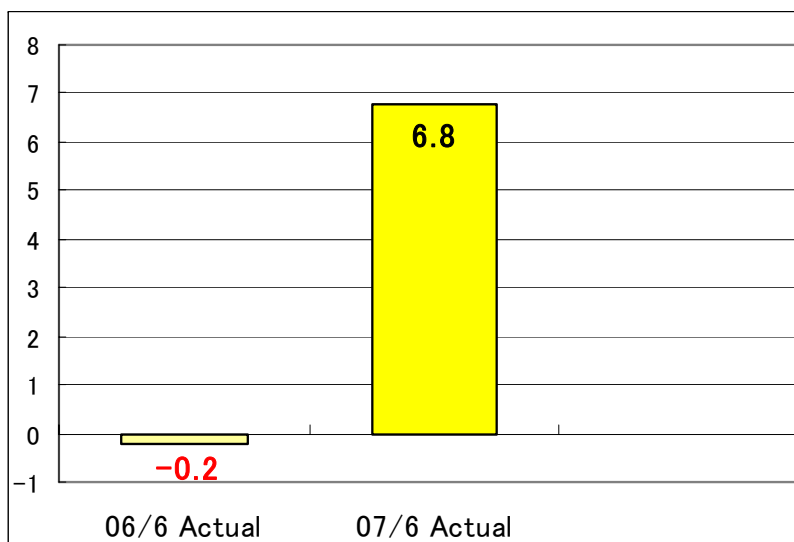
Under the sluggish market, with the sales volume and price below that of the previous year, the Group business resulted in lower sales and Incomes.

<Rest of the World>

In South America, results continues to satisfactory level with market conditions remaining robust. Results in South East Asia demonstrated a marked year on year improvement.

営業利益 (OP)

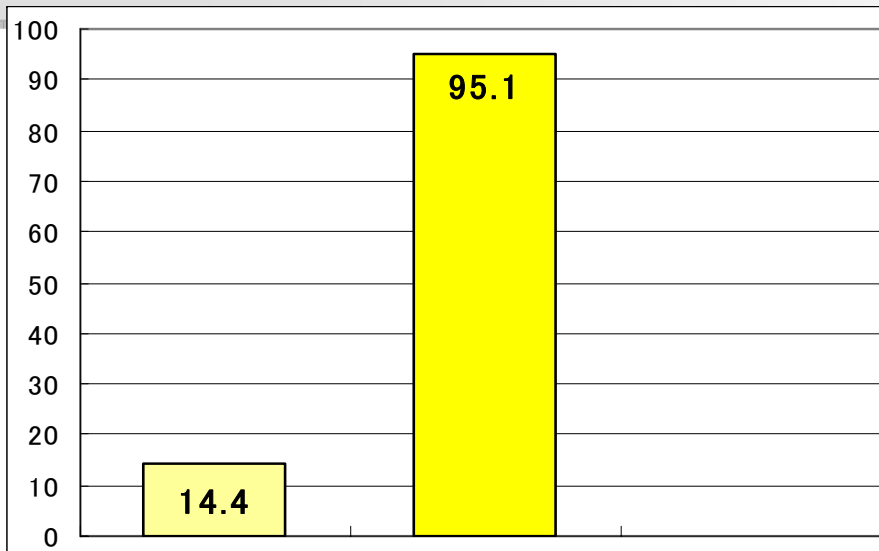
【10億円】
(Billion Yen)



Automotive Products

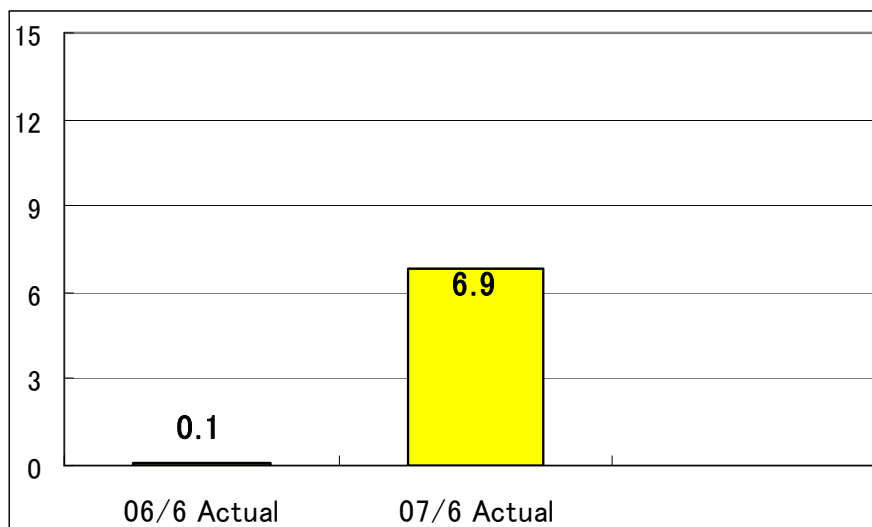
売上高 (Sales)

【10億円】
(Billion Yen)



営業利益 (OP)

【10億円】
(Billion Yen)



<Europe>

In OE sector, revenue and performance remained strong. In AGR market, revenues were ahead of the previous year.

<Japan>

Revenues fell in line with reduced vehicle build and consequent depressed demand.

<North America>

OE sales were in line with the previous year, and AGR sales demonstrated a year-on-year improvement.

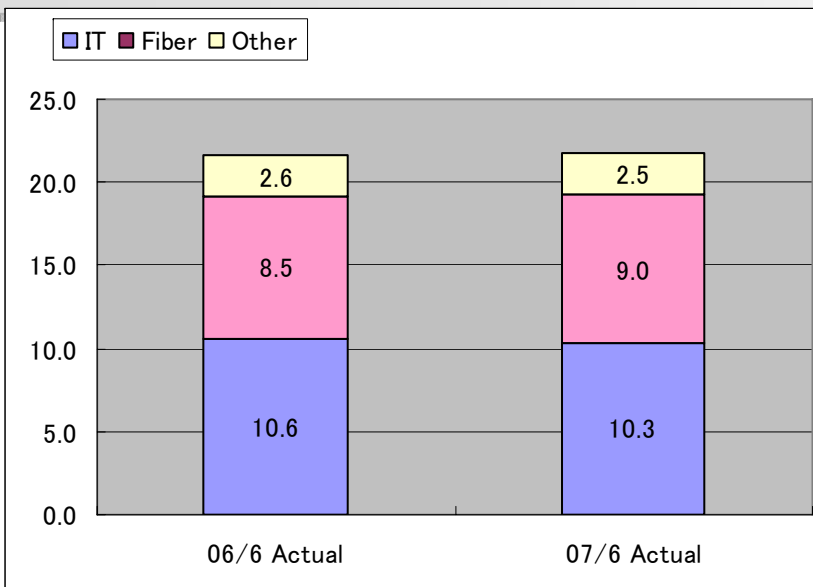
<Rest of the World>

Sales and performance in both South America and China were ahead of last year.

Specialty Glass (IT and Fiber) and Others

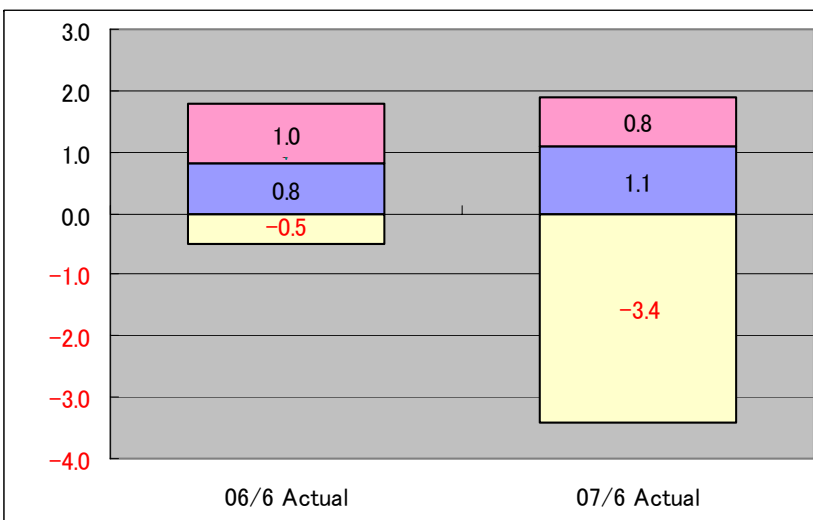
売上高 (Sales)

【10億円】
(Billion Yen)



営業利益 (OP)

【10億円】
(Billion Yen)



<Information Technology>

The steady shipment of optical lenses for multifunction printers and LCD glass substrate was offset by lower sales of STN LCD panels.

<Fiber Glass>

Total sales were higher year-on-year, reflecting continuing robust demand for glass cord in Europe.

<Others>

Pilkington's engineering related sales and costs have been included. Central costs, including those in both Japan and UK, also increased.

FY08 Forecast

(単位:10億円)	(Unit:Billion Yen)	Apr. to June Y07 Actual	Apr. to Sep. Y07 Forecast	Apr. Y07 to Mar. Y08 Forecast
売上高	Sales	217.8	430.0	850.0
暖簾等償却前 営業利益	OP before amortization	18.4	-	-
暖簾等償却費	Amortization	-6.3	-	-
営業利益	Operating Income	12.1	25.0	45.0
営業外収支	Non-operating incomes and expenses	-4.1	-	-
経常利益	Ordinary Income	8.0	14.0	27.0
特別損益	Extraordinary gains and losses	49.6	-	-
税前利益	Income before Tax	57.6	-	-
当期純利益	Net Income	46.9	47.0	53.0
暖簾等償却前 当期利益	Net Income before amortization	52.2	-	-
EBITDA		30.6	-	119.0
EPS(円・Yen)		70.2	70.3	79.3
暖簾等償却前 EPS(円・Yen)	EPS before amortization	78.1	-	-
円ポンド換算レート(円)	Exchange Rate Yen/GBP	¥239.5	¥225.0	¥230.0

Notice

The projections contained in this document are based on information currently available to us and certain assumptions that we consider to be reasonable. Hence the actual results may differ. The major factors that may affect the results are the economic environment in major markets (such as Europe, Japan, the U.S. and Asia), product supply/demand shifts, and currency exchange fluctuations.

Nippon Sheet Glass Co., Ltd.