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**Notice Concerning Posting of an Extraordinary Loss,
 the Difference Between Consolidated Earnings Forecasts and Actual Results for the First Half,
 and Revision of Consolidated Earnings Forecasts for the Year Ending December 31, 2023**

Due mainly to the posting of an extraordinary loss in the second quarter of the year ending December 2023, a difference has arisen between the consolidated earnings forecasts for the first half of the year ending December 2023 released on April 28, 2023 and the results released today. In addition, the Company has revised the consolidated earnings forecasts for the full year ending December 2023 released February 3, 2023. Details are as follows:

1. Posting of an extraordinary loss

Regarding the structural reform of the display business announced on May 29, 2023, the Company posted as an extraordinary loss the cost for business restructuring of 17.5 billion yen, which is associated with the streamlining of operations in South Korea, in the second quarter of the year ending December 2023.

2. Difference between the consolidated earnings forecasts and actual consolidated financial results for the first half of fiscal 2023 (From January 1, 2023 to June 30, 2023)

(Millions of yen, except Earnings per share)

	Net Sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
Previous forecasts (A)	140,000	(4,000)	(3,000)	0	¥0.00
Actual results (B)	139,178	(5,742)	(3,066)	(15,711)	¥(168.85)
Change (B – A)	(822)	(1,742)	(66)	(15,711)	-
Percent change (%)	(0.6)	-	-	-	-
Results for the first half of fiscal 2022	172,771	19,157	29,734	24,417	¥262.46

(Reasons)

Net sales were generally in line with the previous forecast. Operating profit did not reach the previous forecast due mainly to the cost of restarting facilities in anticipation of a recovery in demand mainly for glass for flat panel displays (FPDs). Ordinary profit was about the same as the previous forecast due to the recording of foreign exchange gains, etc. resulting from the revaluation of receivables and payables related to loans to overseas subsidiaries as non-operating revenue. Profit attributable to owners of parent was much below the previous forecast. This was mainly due to the posting of the above-mentioned extraordinary loss despite the recording of reversal of provision for special repairs as extraordinary income.

3. Revision of the consolidated earnings forecasts for fiscal 2023
(From January 1, 2023 to December 31, 2023)

(Millions of yen, except Earnings per share)

	Net Sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
Previous forecasts (A)	340,000	10,000	10,000	8,000	¥85.98
Revised forecasts (B)	290,000	(5,000)	(5,000)	(20,000)	¥(214.93)
Change (B – A)	(50,000)	(15,000)	(15,000)	(28,000)	-
Percent change (%)	(14.7)	-	-	-	-
Results for fiscal 2022	324,634	26,184	34,058	28,167	¥302.76

(Reasons)

In the second half, a steady increase is expected in the shipment of glass for FPDs on the back of recovery of the display market, while a recovery in demand for glass fibers is likely to take more time.

In terms of profit/loss, higher costs due to factors such as the ongoing high prices of raw materials and fuels, though they are lower than initially estimated, and the lower capacity utilization rate associated with slow recovery in demand for glass fibers, are expected to put pressure on profits. We will strive to improve profitability by continuing efforts to reduce expenses and improve productivity while proceeding with revisions of product prices.

Based on the consolidated results of the first half under review and the above outlook, we have revised the consolidated earnings forecasts for the full year ending December 31, 2023 as shown in the above table.

We are not revising the forecast for the full-year dividend for the fiscal year ending December 31, 2023 (120 yen per share).

*The above forecasts are based on information available as of the date of announcement of this release, and the actual performance may differ going forward due to various factors.