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Company Name: Asahi Glass Co., Ltd.
Representative: Masahiro Kadomatsu
President & CEO
(Code Number: 5201; TSE 1st section)
Contact: Shinichi Kawakami, Director,
Corporate Communications & Investor Relations Division
(Tel: +81-3-3218-5509)

**Asahi Glass Announces Revision of Operating Results Outlook
(Consolidated and Non-consolidated)**

Asahi Glass Co., Ltd. (the “Company”) has revised the outlook of consolidated operating results announced on November 1, 2006 and non-consolidated operating results announced on August 23, 2006, for the fiscal year 2006 (January 1 through December 31, 2006), as described below.

1. Revised outlook of consolidated operating results for the fiscal year ending December 2006

[January 1 through December 31, 2006]

(Unit: millions of yen; %)

	Net sales	Operating income	Ordinary income	Net income
Previously announced outlook (A) (announced on November 1, 2006)	1,600,000	135,000	130,000	76,000
Outlook as revised this time (B)	1,600,000	135,000	130,000	41,000
Change (B – A)	0	0	0	(35,000)
Change (%) (B – A)/A	0.0	0.0	0.0	(46.1)
Previous period (actual results for fiscal year ended December 31, 2005)	1,526,660	118,194	118,884	60,014

2. Reasons for revision (consolidated)

For the fourth quarter of fiscal 2006, the Company is expected to sustain additional extraordinary losses of about 75.0 billion yen, consisting of impairment losses on goodwill of flat glass business in North America, impairment losses on some production facilities for cathode ray tube (CRT) glass, and losses on sales of all equity interests in Shanghai Asahi Electronic Glass Co., Ltd., a CRT glass manufacturer in China.

In North America, profitability of the flat glass business declined, hurt by price surge of raw materials and fuels in addition to fierce competition in the flat glass market for construction. Against the backdrop, the Company will recognize impairment losses (about 40.0 billion yen) on the goodwill of AFG Industries, Inc., a consolidated subsidiary.

As for the CRT glass business, demand is forecast to further shrink; hence, the Company will recognize impairment losses on some production facilities (about 18.0 billion yen). Additionally, reviewing its market strategy, the Company decided to sell all equity interests in Shanghai Asahi Electronic Glass in order to further improve profitability, which will result in incurring losses of about 10.0 billion yen.

As a result, consolidated net income is estimated to fall short of the previously announced outlook, although the outlook for net sales, operating income and ordinary income will remain unchanged.

3. Revised outlook of non-consolidated operating results for the fiscal year ending December 2006

[January 1 through December 31, 2006]

(Unit: Millions of yen; %)

	Net sales	Operating income	Ordinary income	Net income
Previously announced outlook (A) (announced on August 23, 2006)	620,000	61,000	71,000	36,000
Outlook as revised this time (B)	620,000	61,000	71,000	(33,000)
Change (B – A)	0	0	0	(69,000)
Change (%) (B – A)/A	0.0	0.0	0.0	-
Previous period (actual results for fiscal year ended December 31, 2005)	576,229	46,554	62,504	43,008

4. Reasons for revision (non-consolidated)

For the fourth quarter of fiscal 2006, the Company is expected to sustain additional extraordinary losses of about 105.0 billion yen, consisting of impairment losses on shares of AGC America, Inc., a holding company for North American operations, and losses on sales of all equity interests in Shanghai Asahi Electronic Glass, a CRT glass manufacturer.

Impairment losses (about 93.0 billion yen) on shares of AGC America, which the Company owns, will be recorded in consideration of sluggish earnings of overall operations in North America as well as impairment losses incurred on the goodwill of AFG Industries.

As for the CRT glass business, reviewing its market strategy amid weaker demand, the Company decided to sell all equity interests in Shanghai Asahi Electronic Glass in order to further improve profitability, which will result in incurring losses of about 12.0 billion yen.

As a result, non-consolidated net income is estimated to fall short of the previously announced outlook, although the outlook for net sales, operating income and ordinary income will remain unchanged.

[Supplementary information]

Outlook of consolidated operating results by business segment (consolidated)

Fiscal year ending December 31, 2006

(Unit: billions of yen)

Business segment	Net sales	Operating income
Glass	800.0	42.0
Electronics and Display	490.0	82.0
Chemicals	300.0	8.0
Others	75.0	3.0
Corporate or Elimination	(65.0)	-
Consolidated total	1,600.0	135.0

* The figures above remain unchanged from FY2006 outlook that had been announced on November 1, 2006.