May 9, 2014
Corporate Name: Asahi Glass Co., Ltd.
(Code Number: 5201; TSE 1st section)
(URL: http://www.agc.com)
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Consolidated Financial Results for the Three Months ended March 31, 2014 (IFRS basis)

(Fractions less than one million yen are rounded off.)

1. Financial results for the Three months ended March 31, 2014 (January 1 through March 31, 2014)

(1) Consolidated operating results

	For the three months ended March 31, 2014		For the three months ended March 31, 2013	
	Millions of yen	%	Millions of yen	%
Net sales	329,116	7.4	306,357	-
Operating profit	12,821	(27.8)	17,759	-
Profit before tax	13,486	(10.4)	15,046	-
Profit for the period	8,116	(9.1)	8,932	-
Profit for the period attributable to owners of the parent	7,199	(16.7)	8,641	-
Total comprehensive income for the period	(47,322)	-	83,330	-
Basic earnings per share (yen)	6.23		7.48	
Diluted earnings per share (yen)	6.06		7.26	

(2) Consolidated financial position

	FY2014 first quarter (as of March 31, 2014)	FY2013 (as of December 31, 2013)
Total assets (millions of yen)	2,023,330	2,120,629
Total equity(millions of yen)	1,093,903	1,145,145
Equity attributable to owners of the parent (millions of yen)	1,033,477	1,087,216
Equity attributable to owners of the parent ratio (%)	51.1	51.3

2. Dividends

(Unit: yen)

	FY2013	FY2014	FY2014 (forecast)
End of first quarter	―	―	――――
End of second quarter	13.00	――――	9.00
End of third quarter	―	――――	―
End of fiscal year	5.00	――――	9.00
Total	18.00	――――	18.00

Note: Revision of the forecast during this quarter: No

3. Forecast for FY2014 (January 1 through December 31, 2014)

	First half		Full year	
	Millions of yen	%	Millions of yen	%
Net sales	700,000	-	1,400,000	6.1
Operating profit	30,000	-	75,000	(6.1)
Profit before tax	-	-	40,000	(9.9)
Profit for the year	-	-	25,000	31.4
Profit for the year attributable to owners of the parent	-	-	20,000	23.9
Basic earnings per share (yen)	-		17.30	

Note 1: Revision of the forecast for FY2014 consolidated operating results during this quarter: No
Note 2: The forecast for the six months ending June 30, 2014 consists of forecast net sales and operating profit only.

***Notes**

(1) Changes in significant subsidiaries during the period: No

(2) Changes in Accounting Policies and Changes in Accounting Estimates

i. Changes in accounting policies required by IFRS: Yes

ii. Changes in accounting policies other than "i" above: No

iii. Changes in accounting estimates: No

Note: For details, please refer to “2. Summary Information (Notes) (2) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatements” on page 5.

(3) Number of shares issued (common stock)

i. Number of shares issued (including treasury stock) at the end of the period

-FY2014 first quarter (as of March 31, 2014):	1,186,705,905
-FY2013 (as of December 31, 2013):	1,186,705,905

ii. Number of treasury stock at the end of the period

-FY2014 first quarter (as of March 31, 2014):	30,889,180
-FY2013 (as of December 31, 2013):	30,945,903

iii. Average number of shares issued during the period

-For the three months ended March 31, 2014:	1,155,775,631
-For the three months ended March 31, 2013:	1,155,591,149

*Appropriate Use of Forecast and Other Information and Other Matters

The above forecast is based on information available to the Company at the time of publication of this document and contains assumptions concerning uncertainties which might affect the AGC Group’s future financial results. It is not intended to be a guarantee of future events, and may differ from actual results for various reasons. For matters concerning the above forecast, please see "(3) Explanation of the Forecast for Operating Results" in "1. Qualitative Information Regarding Financial Statements" in Attached Documents on page 4.

*Supplementary Materials for the Quarterly Financial Results

Supplementary materials are available on our website.

(Attached Documents)

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1. Qualitative Information Regarding Financial Statements

(1) Explanation of Operating Results

(i) Overview of consolidated business results for the three months ended March 31, 2014

During the three months ended March 31, 2014, the global economic environment surrounding the Company and its consolidated subsidiaries (hereinafter collectively referred to as the "AGC Group" or simply as the "Group") remained on a gradual recovery track. Specifically, while economic growth decelerated in China and other emerging markets, the credit uncertainty in Europe showed signs of improvement and the consumer spending in the United States maintained its stability.

In Japan, the economy made a gradual recovery as business confidence was restored due to economic measures taken by the government and other factors.

Under such a business environment, the AGC Group posted net sales of 329.1 billion yen, up 22.8 billion yen, or a 7.4% increase, from the corresponding period of the previous year, thanks to increased shipments of glass products, centering on automotive glass, and chemicals, as well as the continued depreciation of the yen. However, the Group was also affected by price increases of fuels and raw materials, sales price declines in the LCD glass substrate business and the architectural glass business in Eastern Europe, and reduced profitability of foreign subsidiaries due to the weak yen. As a result, operating profit decreased 4.9 billion yen, or 27.8 %, year-on-year to 12.8 billion yen, and profit before tax decreased by 1.6 billion yen or 10.4% to 13.5 billion yen. Profit for the period attributable to owners of the parent was 7.2 billion yen, a 1.4 billion yen or 16.7% decrease on a year-on-year basis.

(ii) Overview by reportable segment for the three months ended March 31, 2014

- Glass

In the flat glass business, shipments of architectural glass increased from the corresponding period of the previous year in all regions. Sales of architectural glass increased on a year-on-year basis, partly due to stable product prices in all regions, except Eastern Europe, and the weak yen.

In the automotive glass business, the AGC Group's shipments increased, as auto production as a whole remained robust despite decreases in auto production in some regions. Sales increased on a year-on-year basis, partly reflecting the weak yen and the increased shipments.

As a result, net sales from the Glass Operations for the three months ended March 31, 2014 were 176.0 billion yen, up 22.7 billion yen or a 14.8% increase from the same period of the previous fiscal year. Operating profit/loss improved by 3.3 billion yen year-on-year to post a loss of 2.0 billion yen, mainly due to the effects of structural reforms in the European architectural glass business in addition to increased sales of architectural and automotive glass.

- Electronics

Among glass substrates for display devices, LCD glass substrates saw shipments increase from the same period of the previous fiscal year; however, sales prices continued to fall. Shipments of plasma display panel products decreased as a result of reduced demand.

Regarding electronic materials, shipments of both optoelectronics materials and semiconductor products increased from the same period of the previous fiscal year.

As a result, net sales from the Electronics Operations for the three months ended March 31, 2014 were 72.7 billion yen, down 12.2 billion yen or a 14.4% decrease from the same period of the previous fiscal year, and operating profit was 10.2 billion yen, down 9.9 billion yen or a 49.4% decrease from the same period of the previous fiscal year.

- Chemicals

Sales of chlor-alkali products and urethane materials increased from the same period of the previous fiscal year, supported by strong shipments in Japan and Asia. In the category of fluorine products and specialty products, shipments of fluorinated resins and pharmaceutical and agrochemical intermediates and active ingredients remained buoyant, resulting in a sales increase from the same period of the previous fiscal year.

As a result, net sales from the Chemicals Operations for the three months ended March 31, 2014 were 76.3 billion yen, up 9.6 billion yen or a 14.4% increase from the same period of the previous fiscal year, and operating profit was 5.1 billion yen, up 1.3 billion yen or a 34.5% increase from the same period of the previous fiscal year.

The following table shows major products in each reportable segment.

Reportable segment	Main products
Glass	Float flat glass, Figured glass, Polished wired glass, Low-E glass, Fabricated glass for architectural use (Heat Insulating/shielding glass, Safety glass, Fire-resistant glass, Security glass, etc.), Automotive tempered glass, Automotive laminated glass, Glass for solar power system, Fabricated glass for industrial use, Decorative glass, etc.
Electronics	Glass substrate for display devices, Specialty glass for display applications, Display related materials, Optical membranes, Optoelectronics materials, Synthetic quartz glass, Glass frit and paste, Materials for semiconductor manufacturing equipment, Lighting glass products, etc.
Chemicals	Raw materials for vinyl chloride polymer, Caustic soda, Urethane, Gases, Solvents, Fluorinated resins, Water and oil repellents, Pharmaceutical and agrochemical intermediates and active ingredients, Iodine-related products, Battery materials, etc.

In addition to the above products, the AGC Group also handles ceramics products, logistics/financial services, etc.

(2) Explanation of Financial Position

- Total assets

Total assets as of the end of the first quarter under review were 2,023.3 billion yen, down 97.3 billion yen from the end of the previous fiscal year. This descent is mainly due to an decrease in property, plant and equipment stemming from the strengthening of the yen and a decrease in other financial assets resulting from a descent in listed stock prices.

- Total liabilities

Total liabilities as of the end of the first quarter under review were 929.4 billion yen, down 46.1 billion yen from the end of the previous fiscal year. This descent is chiefly attributable to repayment or redemption of long-term interest-bearing debt.

- Total equity

Total equity as of the end of the first quarter under review were 1,093.9 billion yen, down 51.2 billion yen from the end of the previous fiscal year. This decrease chiefly reflects a descent in other components of equity resulting from strengthening of the yen and due to a lower value of listed stock.

(3) Explanation of the Forecast for Operating Results

(Unit: billions of yen)

	Net Sales	Operating profit	Profit before tax	Profit for the year	Profit for the year attributable to owners of the parent
Forecast for FY2014 announced on February 7, 2014 (A)	1,400.0	75.0	40.0	25.0	20.0
Actual results for FY 2013 (B) (January 1 through December 31, 2013)	1,320.0	79.9	44.4	19.0	16.1
(A - B) / B (%)	6.1	(6.1)	(9.9)	31.4	23.9

Note: Figures are rounded to the nearest 100 million yen.

In 2014, the world economy is expected to maintain moderate growth, but at a slightly accelerated pace.
Under such a business environment, the AGC Group's shipments of architectural glass are expected to remain robust in Asia, including Japan, and North America. In Europe, there are concerns that such shipments would continue to be sluggish, but earnings are likely to improve due to restructuring measures. In the automotive glass business, shipments are projected to increase from the previous fiscal year with demand for automobiles forecast to grow mainly in emerging markets.
With regard to the business of glass substrates for display devices, shipments of LCD glass substrates are likely to remain stable for the full year, although the pace of market growth may slow. Shipments of specialty glass for display applications are predicted to grow through the expanded scope of their applications. Plasma display panel related products are expected to be adversely affected by weakening demand. In the category of electronic materials, shipments of both semiconductor-related products and optoelectronics materials are likely to be strong.
Regarding chemical-related products, shipments of chlor-alkali products in Asia and shipments of fluorine products are likely to remain stable.
Taking into account the above factors, net sales of the AGC Group for the fiscal year ending December 31, 2014 are forecast to be 1,400.0 billion yen, a year-on-year increase of 80.0 billion yen or 6.1%. In light of possible price decline in certain products and a risk of decrease in profitability caused by the continued depreciation of the Japanese yen, however, operating profit is forecast to be 75.0 billion yen, down 4.9 billion yen or 6.1% from a year earlier, and profit before tax to be 40.0 billion yen, down 4.4 billion yen or 9.9% from the previous year. Profit for the year attributable to owners of the parent is estimated to be 20.0 billion yen, up 3.9 billion yen or 23.9% from the previous year.
Average exchange rates assumed for the fiscal year ending December 31, 2014 are 110 yen to the U.S. dollar and 150 yen to the Euro.

[Important notes with regard to the forecast]
The above prospective results reflect the assumptions of the Group's management on the basis of currently available information and, as such, contain risks and uncertainties. For this reason, investors are advised not to base investment decisions solely on these prospective results. Please note that actual results may materially differ from the projection due to such various factors as business and market environment the Group is active in, currency exchange rate fluctuations, and others.

2. Summary Information (Notes)

(1) Changes in Significant Subsidiaries during the Period
Not applicable.

(2) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatements
The significant accounting policies adopted for the Group's condensed interim consolidated financial statements are the same as those for the consolidated financial statements for the fiscal year ended December 31, 2013.
The Group calculated income tax expenses for the three months ended March 31, 2014, based on the estimated average annual effective tax rate.

The following are the accounting standards and interpretations applied by the Group from the fiscal year 2014, in compliance with each transitional provision. These standards and interpretations do not have a material impact on the Group's condensed interim consolidated financial statements.

IFRS	Title	Summaries of new IFRS and amendments
IAS 32	Financial Instruments: Presentation	Clarification of criteria for offsetting financial assets and liabilities and addition of application guidance
IAS 36	Impairment of Assets	Disclosure of recoverable amounts for non-financial assets
IAS 39	Financial Instruments: Effectiveness testing	Continuing hedge accounting after derivative novations
IFRIC 21	Levies	Recognition of liabilities related to levies
IFRS 10	Consolidated Financial Statement	Accounting for investments held by investment entities
IFRS 12	Disclosure of Interests in Other Entities	
IAS 27	Separate Financial Statements	

"Operating profit" in the Group's condensed interim consolidated statements of profit or loss is an indicator that facilitates like-on-like comparisons and evaluation of the Group's business performance on a continuous basis. Main items of "other income" and "other expenses" are foreign exchange gain and loss, gains on sale of non-current assets, losses on disposal of non-current assets, impairment loss and expenses for restructuring programs. "Business profit" includes all income and expenses before finance income, finance costs and income tax expenses.

3. Condensed Interim Consolidated Financial Statements (IFRS)

(1) Condensed Interim Consolidated Statements of Financial Position

(Unit: millions of yen)

	FY2013 (as of December 31, 2013)	FY2014 first quarter (as of March 31, 2014)
Assets		
Current assets		
Cash and cash equivalents	132,649	122,054
Trade receivables	260,901	246,092
Inventories	236,611	238,035
Other receivables	35,446	29,752
Income tax receivables	7,305	6,079
Other current assets	9,265	9,916
Total current assets	682,179	651,931
Non-current assets		
Property, plant and equipment	1,059,946	1,024,306
Goodwill	34,944	34,347
Intangible assets	27,272	26,113
Investments accounted for using equity method	39,336	39,762
Other financial assets	243,053	210,365
Deferred tax assets	29,743	32,342
Other non-current assets	4,154	4,162
Total non-current assets	1,438,450	1,371,399
Total assets	2,120,629	2,023,330

(Unit: millions of yen)

	FY2013 (as of December 31, 2013)	FY2014 first quarter (as of March 31, 2014)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade payables	135,559	132,841
Short-term interest-bearing debt	57,068	52,356
Long-term interest-bearing debt due within one year	125,618	67,399
Other payables	98,669	98,892
Income tax payables	15,055	13,247
Provisions	2,438	2,252
Other current liabilities	13,609	11,101
Total current liabilities	448,018	378,091
Non-current liabilities		
Long-term interest-bearing debt	392,327	425,694
Deferred tax liabilities	29,267	16,487
Post-employment benefit liabilities	86,505	91,395
Provisions	14,147	12,419
Other non-current liabilities	5,217	5,338
Total non-current liabilities	527,465	551,335
Total liabilities	975,484	929,427
Equity		
Share capital	90,873	90,873
Capital surplus	100,650	100,601
Retained earnings	641,740	643,293
Treasury shares	(29,884)	(29,825)
Other components of equity	283,835	228,535
Total equity attributable to owners of the parent	1,087,216	1,033,477
Non-controlling interests	57,929	60,426
Total equity	1,145,145	1,093,903
Total liabilities and equity	2,120,629	2,023,330

(2) Condensed Interim Consolidated Statements of Profit or Loss and Consolidated Statements of Comprehensive Income

(Condensed Interim Consolidated Statements of Profit or Loss)

(Unit: millions of yen)

	For the three months ended March 31, 2013 (Jan. 1 through Mar. 31, 2013)	For the three months ended March 31, 2014 (Jan. 1 through Mar. 31, 2014)
Net sales	306,357	329,116
Cost of sales	(223,322)	(248,307)
Gross profit	83,034	80,808
Selling, general and administrative expenses	(65,407)	(68,289)
Share of profit (loss) of associates and joint ventures accounted for using equity method	132	302
Operating profit	17,759	12,821
Other income	1,333	5,323
Other expenses	(3,205)	(2,753)
Business profit	15,886	15,392
Finance income	857	539
Finance costs	(1,697)	(2,445)
Net finance costs	(840)	(1,906)
Profit before tax	15,046	13,486
Income tax expenses	(6,114)	(5,369)
Profit for the period	8,932	8,116
Attributable to:		
Owners of the parent	8,641	7,199
Non-controlling interests	291	917
Earnings per share		
Basic earnings per share (yen)	7.48	6.23
Diluted earnings per share (yen)	7.26	6.06

(Condensed Interim Consolidated Statements of Comprehensive Income)

(Unit: millions of yen)

	For the three months ended March 31, 2013 (Jan. 1 through Mar. 31, 2013)	For the three months ended March 31, 2014 (Jan. 1 through Mar. 31, 2014)
Profit for the period	8,932	8,116
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss, net of tax		
Remeasurement of the net defined benefit liability (asset)	7,890	(3,929)
Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)	19,393	(20,531)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	44	(21)
Total	27,327	(24,482)
Components of other comprehensive income that may be reclassified to profit or loss, net of tax		
Net gain (loss) in fair value of cash flow hedges	56	(420)
Exchange differences on translation of foreign operations	47,013	(30,551)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	—	15
Total	47,070	(30,956)
Other comprehensive income, net of tax	74,398	(55,439)
Total comprehensive income for the period	83,330	(47,322)
Attributable to:		
Owners of the parent	80,179	(47,966)
Non-controlling interests	3,151	644

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

(3) Condensed Interim Consolidated Statements of Changes in Equity

For the three months ended March 31, 2013

(Unit: millions of yen)

	Equity attributable to owners of the parent					
					Other components of equity	
	Share capital	Capital surplus	Retained earnings	Treasury shares	Remeasurement of net defined benefit liability (asset)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)
Balance as of January 1, 2013	90,873	100,423	655,421	(30,076)	(48,996)	48,402
Changes in equity						
Comprehensive income						
Profit for the period	–	–	8,641	–	–	–
Other comprehensive income	–	–	–	–	8,002	19,384
Total comprehensive income for the period	–	–	8,641	–	8,002	19,384
Transactions with owners						
Dividends	–	–	(15,022)	–	–	–
Increase through treasury shares transactions	–	–	–	(5)	–	–
Decrease through treasury shares transactions	–	4	–	17	–	–
Changes in ownership interests in subsidiaries that do not result in loss of control	–	100	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	299	–	–	(299)
Share-based payment transactions	–	86	–	–	–	–
Others (business combinations and others)	–	–	–	–	–	–
Total transactions with owners	–	191	(14,723)	12	–	(299)
Balance as of March 31, 2013	90,873	100,614	649,339	(30,064)	(40,994)	67,487

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

For the three months ended March 31, 2013

(Unit: millions of yen)

	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Other components of equity			Total		
	Net gain (loss) in fair value of cash flow hedges	Exchange differences on translation of foreign operations	Total			
Balance as of January 1, 2013	174	92,083	91,663	908,304	52,443	960,747
Changes in equity						
Comprehensive income						
Profit for the period	－	－	－	8,641	291	8,932
Other comprehensive income	56	44,094	71,537	71,537	2,860	74,398
Total comprehensive income for the period	56	44,094	71,537	80,179	3,151	83,330
Transactions with owners						
Dividends	－	－	－	(15,022)	(231)	(15,253)
Increase through treasury shares transactions	－	－	－	(5)	－	(5)
Decrease through treasury shares transactions	－	－	－	22	－	22
Changes in ownership interests in subsidiaries that do not result in loss of control	－	－	－	100	(2,079)	(1,978)
Transfer from other components of equity to retained earnings	－	－	(299)	－	－	－
Share-based payment transactions	－	－	－	86	－	86
Others (business combinations and others)	－	－	－	－	794	794
Total transactions with owners	－	－	(299)	(14,818)	(1,516)	(16,334)
Balance as of March 31, 2013	231	136,178	162,902	973,665	54,078	1,027,743

For the three months ended March 31, 2014

(Unit: millions of yen)

	Equity attributable to owners of the parent					
					Other components of equity	
	Share capital	Capital surplus	Retained earnings	Treasury shares	Remeasurement of net defined benefit liability (asset)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)
Balance as of January 1, 2014	90,873	100,650	641,740	(29,884)	(25,940)	90,441
Changes in equity						
Comprehensive income						
Profit for the period	—	—	7,199	—	—	—
Other comprehensive income	—	—	—	—	(3,933)	(20,524)
Total comprehensive income for the period	—	—	7,199	—	(3,933)	(20,524)
Transactions with owners						
Dividends	—	—	(5,778)	—	—	—
Increase through treasury shares transactions	—	—	—	(5)	—	—
Decrease through treasury shares transactions	—	—	(1)	63	—	—
Changes in ownership interests in subsidiaries that do not result in loss of control	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	133	—	—	(133)
Share-based payment transactions	—	(49)	—	—	—	—
Others (business combinations and others)	—	—	—	—	—	—
Total transactions with owners	—	(49)	(5,647)	58	—	(133)
Balance as of March 31, 2014	90,873	100,601	643,293	(29,825)	(29,873)	69,783

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

For the three months ended March 31, 2014

(Unit: millions of yen)

	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Other components of equity					
	Net gain (loss) in fair value of cash flow hedges	Exchange differences on translation of foreign operations	Total	Total		
Balance as of January 1, 2014	(69)	219,403	283,835	1,087,216	57,929	1,145,145
Changes in equity						
Comprehensive income						
Profit for the period	–	–	–	7,199	917	8,116
Other comprehensive income	(405)	(30,304)	(55,166)	(55,166)	(272)	(55,439)
Total comprehensive income for the period	(405)	(30,304)	(55,166)	(47,966)	644	(47,322)
Transactions with owners						
Dividends	–	–	–	(5,778)	(359)	(6,137)
Increase through treasury shares transactions	–	–	–	(5)	–	(5)
Decrease through treasury shares transactions	–	–	–	61	–	61
Changes in ownership interests in subsidiaries that do not result in loss of control	–	–	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	(133)	–	–	–
Share-based payment transactions	–	–	–	(49)	–	(49)
Others (business combinations and others)	–	–	–	–	2,212	2,212
Total transactions with owners	–	–	(133)	(5,772)	1,852	(3,919)
Balance as of March 31, 2014	(474)	189,099	228,535	1,033,477	60,426	1,093,903

(4) Condensed Interim Consolidated Statements of Cash Flows

(Unit: millions of yen)

	For the three months ended March 31, 2013 (Jan. 1 through Mar. 31, 2013)	For the three months ended March 31, 2014 (Jan. 1 through Mar. 31, 2014)
Cash flows from operating activities		
Profit before tax	15,046	13,486
Depreciation and amortization	33,062	34,082
Interest and dividend income	(730)	(528)
Interest expenses	1,676	1,999
Share of profit (loss) of associates and joint ventures accounted for using equity method	(132)	(302)
Loss (gain) on sale or disposal of non-current assets	254	(27)
Decrease (increase) in trade receivables	5,813	10,406
Decrease (increase) in inventories	(6,773)	(5,595)
Increase (decrease) in trade payables	(2,570)	(406)
Others	(83)	(3,860)
Subtotal	45,563	49,252
Interest and dividends received	755	486
Interest paid	(1,831)	(2,034)
Income taxes paid	(3,917)	(7,186)
Net cash from operating activities	40,569	40,518
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(41,888)	(25,267)
Proceeds from sale of property, plant and equipment	1,277	3,995
Purchase of other financial assets	(875)	(608)
Proceeds from sale and redemption of other financial assets	2,109	482
Others	(758)	593
Net cash used in investing activities	(40,134)	(20,805)
Cash flows from financing activities		
Changes in current interest-bearing debt	4,590	(2,567)
Proceeds from borrowing or issuing long-term interest-bearing debt	18,648	35,627
Repayment or redemption of long-term interest-bearing debt	(6,199)	(57,675)
Payment from purchase of shares in subsidiaries from non-controlling interests	(1,978)	−
Acquisition of treasury shares	(5)	(5)
Dividends paid	(15,022)	(5,778)
Others	(1,188)	1,431
Net cash used in financing activities	(1,155)	(28,968)
Effect of exchange rate changes on cash and cash equivalents	6,881	(1,339)
Net increase (decrease) in cash and cash equivalents	6,160	(10,595)
Cash and cash equivalents at the beginning of the period	133,818	132,649
Cash and cash equivalents at the end of the period	139,979	122,054

(5) Notes to the Condensed Interim Consolidated Financial Statements

(Segment Information)

Information on net sales, profits or losses by reportable segment

For the three months ended March 31, 2013 (January 1 through March 31, 2013)

(Unit: millions of yen)

	Reportable segments			Ceramics/ Other	Total	Adjustments	Amount reported on condensed interim consolidated statements of profit or loss
	Glass	Electronics	Chemicals				
Sales to external customers	152,184	81,891	65,877	6,404	306,357	－	306,357
Inter-segment sales or transfers	1,173	3,034	760	8,911	13,881	(13,881)	－
Total sales	153,357	84,925	66,637	15,316	320,238	(13,881)	306,357
Segment profit (loss) (Operating profit)	(5,348)	20,079	3,770	(256)	18,245	(485)	17,759
Profit for the period	－	－	－	－	－	－	8,932

The amounts of inter-segment sales or transfers are primarily based on market prices and manufacturing cost.
“Ceramics/Other” mainly handles ceramics products, logistics and financial services.

For the three months ended March 31, 2014 (January 1 through March 31, 2014)

(Unit: millions of yen)

	Reportable segments			Ceramics/ Other	Total	Adjustments	Amount reported on condensed interim consolidated statements of profit or loss
	Glass	Electronics	Chemicals				
Sales to external customers	175,362	71,575	75,562	6,615	329,116	－	329,116
Inter-segment sales or transfers	677	1,121	690	8,923	11,413	(11,413)	－
Total sales	176,040	72,697	76,252	15,539	340,529	(11,413)	329,116
Segment profit (loss) (Operating profit)	(2,013)	10,161	5,072	(594)	12,625	195	12,821
Profit for the period	－	－	－	－	－	－	8,116

The amounts of inter-segment sales or transfers are primarily based on market prices and manufacturing cost.
“Ceramics/Other” mainly handles ceramics products, logistics and financial services.

(Notes to Other Income and Other Expenses)

Other Income

(Unit: millions of yen)

	For the three months ended March 31, 2013 (Jan. 1 through Mar. 31, 2013)	For the three months ended March 31, 2014 (Jan. 1 through Mar. 31, 2014)
Foreign exchange gain	875	4,069
Gains on sale of non-current assets	138	586
Others	319	666
Total	1,333	5,323

Other Expenses

(Unit: millions of yen)

	For the three months ended March 31, 2013 (Jan. 1 through Mar. 31, 2013)	For the three months ended March 31, 2014 (Jan. 1 through Mar. 31, 2014)
Losses on disposal of non-current assets	(392)	(559)
Expenses for restructuring programs	(2,075)	(599)
Others	(738)	(1,594)
Total	(3,205)	(2,753)

(Other Information)

On February 10, 2014, the AGC Group started talks with the Works Council and union organizations of AGC Glass Europe’s Roux Plant (in Belgium; number of employees: 190), concerning shutting down production of photovoltaic cover glass at the plant.

Under the Belgian legal system, a company is required to reach an agreement through discussion with its labor union and other related parties in making decisions on stopping production. The AGC Group is thus holding talks with such parties, and the cost involved with this matter will be recognized after completion of discussion.