

Consolidated Financial Results for the Three Months ended March 31, 2018 (IFRS basis)

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

1. Financial Results for the Three months ended March 31, 2018 (January 1 through March 31, 2018)

(1) Consolidated operating results

	For the Three months ended March 31, 2018		For the Three months ended March 31, 2017	
	Millions of yen	%	Millions of yen	%
Net sales	372,460	11.1	335,340	8.9
Operating profit	30,649	37.9	22,222	33.0
Profit before tax	34,445	77.9	19,359	50.1
Profit for the period	27,311	23.4	22,137	126.6
Profit for the period attributable to owners of the parent	24,813	24.2	19,972	125.9
Total comprehensive income for the period	(41,517)	-	13,519	-
Basic earnings per share (yen)	109.80		86.66	
Diluted earnings per share (yen)	109.26		86.25	

*The Company consolidated its common shares at a ratio of five shares to one share on the effective date of July 1, 2017.

Accordingly, the basic earnings per share and the diluted earnings per share are calculated on the assumption that the consolidation of shares is conducted at the beginning of the preceding fiscal year.

(2) Consolidated financial position

	FY2018 first quarter (as of March 31, 2018)	FY2017 (as of December 31, 2017)
Total assets (millions of yen)	2,174,911	2,228,560
Total equity (millions of yen)	1,238,067	1,289,895
Equity attributable to owners of the parent (millions of yen)	1,131,435	1,184,034
Equity attributable to owners of the parent ratio (%)	52.0	53.1

2. Dividends

(Unit: yen)

	FY2017	FY2018	FY2018 (forecast)
End of first quarter	—	—	—
End of second quarter	10.00	—————	55.00
End of third quarter	—	—————	—
End of fiscal year	55.00	—————	55.00
Total	—	—————	110.00

Note: Revision of the forecast during this quarter: No

*The Company consolidated its common shares at a ratio of five shares to one share on the effective date of July 1, 2017.

Accordingly, figures for year-end dividends per share for fiscal year 2017 are amounts that take into account the consolidation of shares, and total annual dividends are shown as “-.” The scheduled year-end dividends per share for fiscal year 2017 without taking into account the consolidation of shares are 11 yen, and annual dividends per share are 21 yen.

3. Forecast for FY2018 (January 1 through December 31, 2018)

	First half		Full year	
	Millions of yen	%	Millions of yen	%
Net sales	750,000	8.7	1,550,000	5.9
Operating profit	55,000	11.6	130,000	8.7
Profit before tax	—	—	118,000	3.1
Profit for the year	—	—	89,000	12.2
Profit for the year attributable to owners of the parent	—	—	77,000	11.2
Basic earnings per share (yen)	—		340.75	

Note : Revision of the forecast for FY2018 consolidated operating results from the latest official forecast: No

The forecast for the six months ending June 30, 2018 consists of forecast net sales and operating profit only.

*Notes

(1) Changes in significant subsidiaries during the period: Yes

(Company name:AGC Flat Glass Philippines, Inc.)

Note: For details, please refer to "1. Condensed Interim Consolidated Financial Statements (IFRS) (5) Notes to the Condensed Interim Consolidated Financial Statements, Changes in Significant Subsidiaries during the Period" on page 11.

(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 "1. Condensed Interim Consolidated Financial Statements (IFRS) (5) Notes to the Condensed Interim Consolidated Financial Statements, Changes in Accounting Policies" on page 11.

(3) Number of shares issued (common stock)

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

-FY2018 first quarter (as of March 31, 2018):	231,978,181
-FY2017 (as of December 31, 2017):	235,177,781
- ii. Number of treasury stock at the end of the period

-FY2018 first quarter (as of March 31, 2018):	5,982,183
-FY2017 (as of December 31, 2017):	9,204,032
- iii. Average number of shares issued during the period

-For the three months ended March 31, 2018:	225,986,415
-For the three months ended March 31, 2017:	230,468,489

Note: The Company consolidated its common shares at a ratio of five shares to one share on the effective date of July 1, 2017. Accordingly, the shares issued (including treasury stock) at end of term, the treasury stock and the average shares outstanding during the period are calculated on the assumption that the consolidation of shares is conducted at the beginning of the preceding fiscal year.

*This interim consolidated financial statement is outside the scope of quarterly review procedures.

*Appropriate Use of Forecast and Other Information and Other Matters

The above forecast is 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.

*Supplementary Materials for the Quarterly Financial Results

Supplementary materials are available on our website.

(Attached Documents)

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1. Condensed Interim Consolidated Financial Statements (IFRS)**(1) Condensed Interim Consolidated Statements of Financial Position**

(Unit: millions of yen)

	FY2017 (as of December 31, 2017)	FY2018 first quarter (as of March 31, 2018)
Assets		
Current assets		
Cash and cash equivalents	126,417	140,354
Trade receivables	260,497	251,511
Inventories	261,708	258,428
Other receivables	43,774	40,326
Income tax receivables	5,570	5,205
Other current assets	24,554	18,412
Total current assets	722,522	714,239
Non-current assets		
Property, plant and equipment	1,060,601	1,045,070
Goodwill	78,757	76,484
Intangible assets	58,038	56,097
Investments accounted for using equity method	39,575	39,455
Other financial assets	234,896	211,818
Deferred tax assets	23,157	21,177
Other non-current assets	11,011	10,569
Total non-current assets	1,506,038	1,460,672
Total assets	2,228,560	2,174,911

(Unit: millions of yen)

	FY2017 (as of December 31, 2017)	FY2018 first quarter (as of March 31, 2018)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade payables	159,489	141,955
Short-term interest-bearing debt	73,666	82,468
Long-term interest-bearing debt due within one year	63,629	88,715
Other payables	127,580	135,942
Income tax payables	12,210	9,221
Provisions	1,893	1,512
Other current liabilities	16,819	16,178
Total current liabilities	455,288	475,995
Non-current liabilities		
Long-term interest-bearing debt	351,789	333,229
Deferred tax liabilities	59,492	47,093
Post-employment benefit liabilities	50,585	60,569
Provisions	10,045	9,143
Other non-current liabilities	11,463	10,812
Total non-current liabilities	483,376	460,848
Total liabilities	938,665	936,844
Equity		
Share capital	90,873	90,873
Capital surplus	101,420	101,361
Retained earnings	735,653	734,524
Treasury shares	(43,629)	(28,356)
Other components of equity	299,716	233,033
Total equity attributable to owners of the parent	1,184,034	1,131,435
Non-controlling interests	105,860	106,631
Total equity	1,289,895	1,238,067
Total liabilities and equity	2,228,560	2,174,911

(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, 2017 (Jan. 1 through Mar. 31, 2017)	For the three months ended March 31, 2018 (Jan. 1 through Mar. 31, 2018)
Net sales	335,340	372,460
Cost of sales	(244,572)	(270,106)
Gross profit	90,768	102,353
Selling, general and administrative expenses	(69,146)	(71,903)
Share of profit (loss) of associates and joint ventures accounted for using equity method	600	199
Operating profit	22,222	30,649
Other income	1,016	5,378
Other expenses	(3,256)	(910)
Business profit	19,981	35,117
Finance income	1,212	1,698
Finance costs	(1,834)	(2,371)
Net finance costs	(622)	(672)
Profit before tax	19,359	34,445
Income tax expenses	2,778	(7,133)
Profit for the period	22,137	27,311
Attributable to:		
Owners of the parent	19,972	24,813
Non-controlling interests	2,165	2,498
Earnings per share		
Basic earnings per share (yen)	86.66	109.80
Diluted earnings per share (yen)	86.25	109.26

(Condensed Interim Consolidated Statements of Comprehensive Income)

(Unit: millions of yen)

	For the three months ended March 31, 2017 (Jan. 1 through Mar. 31, 2017)	For the three months ended March 31, 2018 (Jan. 1 through Mar. 31, 2018)
Profit for the period	22,137	27,311
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)	(1,294)	(5,559)
Net gain (loss) on revaluation of financial assets measured at FVTOCI ^(Note)	(6,015)	(13,395)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	(9)	31
Total	(7,319)	(18,923)
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	(523)	(246)
Exchange differences on translation of foreign operations	(787)	(49,674)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	12	15
Total	(1,299)	(49,905)
Other comprehensive income, net of tax	(8,618)	(68,829)
Total comprehensive income for the period	13,519	(41,517)
Attributable to:		
Owners of the parent	12,951	(39,934)
Non-controlling interests	567	(1,583)

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

(3) Condensed Interim Consolidated Statements of Changes in Equity
For the three months ended March 31, 2017

(Unit: millions of yen)

	Equity attributable to owners of the parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Remeasurement of net defined benefit liability (asset)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)
Balance as of January 1, 2017	90,873	101,237	690,890	(29,259)	(45,106)	95,891
Changes in equity						
Comprehensive income						
Profit for the period	-	-	19,972	-	-	-
Other comprehensive income	-	-	-	-	(1,325)	(6,013)
Total comprehensive income for the period	-	-	19,972	-	(1,325)	(6,013)
Transactions with owners						
Dividends	-	-	(10,407)	-	-	-
Acquisition of treasury shares	-	-	-	(10,007)	-	-
Disposal of treasury shares	-	-	(30)	69	-	-
Transfer from other components of equity to retained earnings	-	-	1,566	-	-	(1,566)
Share-based payment transactions	-	69	-	-	-	-
Others (business combinations and others)	-	-	-	-	-	-
Total transactions with owners	-	69	(8,871)	(9,938)	-	(1,566)
Balance as of March 31, 2017	90,873	101,306	701,991	(39,197)	(46,431)	88,312

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

For the three months ended March 31, 2017

(Unit: millions of yen)

	Equity attributable to owners of the parent			Total	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				
Balance as of January 1, 2017	225	190,686	241,696	1,095,438	73,305	1,168,743
Changes in equity						
Comprehensive income						
Profit for the period	-	-	-	19,972	2,165	22,137
Other comprehensive income	(512)	830	(7,020)	(7,020)	(1,598)	(8,618)
Total comprehensive income for the period	(512)	830	(7,020)	12,951	567	13,519
Transactions with owners						
Dividends	-	-	-	(10,407)	(1,295)	(11,702)
Acquisition of treasury shares	-	-	-	(10,007)	-	(10,007)
Disposal of treasury shares	-	-	-	39	-	39
Transfer from other components of equity to retained earnings	-	-	(1,566)	-	-	-
Share-based payment transactions	-	-	-	69	-	69
Others (business combinations and others)	-	-	-	-	21,933	21,933
Total transactions with owners	-	-	(1,566)	(20,306)	20,637	331
Balance as of March 31, 2017	(287)	191,516	233,109	1,088,083	94,510	1,182,593

For the three months ended March 31, 2018

(Unit: millions of yen)

	Equity attributable to owners of the parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Remeasurement of net defined benefit liability (asset)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)
Balance as of January 1, 2018	90,873	101,420	735,653	(43,629)	(32,480)	105,270
Impact of change in accounting policy	-	-	(244)	-	-	-
Restated balance as of January 1, 2018	90,873	101,420	735,408	(43,629)	(32,480)	105,270
Changes in equity						
Comprehensive income						
Profit for the period	-	-	24,813	-	-	-
Other comprehensive income	-	-	-	-	(5,611)	(13,384)
Total comprehensive income for the period	-	-	24,813	-	(5,611)	(13,384)
Transactions with owners						
Dividends	-	-	(12,428)	-	-	-
Acquisition of treasury shares	-	-	-	(5)	-	-
Disposal of treasury shares	-	-	(37)	110	-	-
Cancellation of treasury shares	-	-	(15,166)	15,166	-	-
Transfer from other components of equity to retained earnings	-	-	1,936	-	-	(1,936)
Share-based payment transactions	-	(59)	-	-	-	-
Others (business combinations and others)	-	-	-	-	-	-
Total transactions with owners	-	(59)	(25,696)	15,272	-	(1,936)
Balance as of March 31, 2018	90,873	101,361	734,524	(28,356)	(38,091)	89,950

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

For the three months ended March 31, 2018

(Unit: millions of yen)

	Equity attributable to owners of the parent			Total	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				
Balance as of January 1, 2018	548	226,377	299,716	1,184,034	105,860	1,289,895
Impact of change in accounting policy	-	-	-	(244)	-	(244)
Restated balance as of January 1, 2018	548	226,377	299,716	1,183,790	105,860	1,289,650
Changes in equity						
Comprehensive income						
Profit for the period	-	-	-	24,813	2,498	27,311
Other comprehensive income	(210)	(45,541)	(64,747)	(64,747)	(4,081)	(68,829)
Total comprehensive income for the period	(210)	(45,541)	(64,747)	(39,934)	(1,583)	(41,517)
Transactions with owners						
Dividends	-	-	-	(12,428)	(597)	(13,026)
Acquisition of treasury shares	-	-	-	(5)	-	(5)
Disposal of treasury shares	-	-	-	73	-	73
Cancellation of treasury shares	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	(1,936)	-	-	-
Share-based payment transactions	-	-	-	(59)	-	(59)
Others (business combinations and others)	-	-	-	-	2,952	2,952
Total transactions with owners	-	-	(1,936)	(12,420)	2,354	(10,066)
Balance as of March 31, 2018	338	180,835	233,033	1,131,435	106,631	1,238,067

(4) Condensed Interim Consolidated Statements of Cash Flows

(Unit: millions of yen)

	For the three months ended March 31, 2017 (Jan. 1 through Mar. 31, 2017)	For the three months ended March 31, 2018 (Jan. 1 through Mar. 31, 2018)
Cash flows from operating activities		
Profit before tax	19,359	34,445
Depreciation and amortization	31,101	30,331
Interest and dividend income	(922)	(1,688)
Interest expenses	1,769	1,863
Share of profit (loss) of associates and joint ventures accounted for using equity method	(600)	(199)
Loss (gain) on sale or disposal of non-current assets	197	(561)
Decrease (increase) in trade receivables	11,773	3,243
Decrease (increase) in inventories	(7,214)	(3,917)
Increase (decrease) in trade payables	(4,912)	(13,448)
Others	5,124	240
Subtotal	55,675	50,309
Interest and dividends received	1,135	1,588
Interest paid	(2,459)	(1,989)
Income taxes paid	516	(10,206)
Net cash from operating activities	54,867	39,701
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(26,579)	(44,245)
Proceeds from sale of property, plant and equipment	1,919	2,546
Purchase of other financial assets	(3,334)	(175)
Proceeds from sale and redemption of other financial assets	4,627	4,191
Purchase of subsidiaries	(76,661)	(525)
Proceeds from sale of shares of subsidiaries	-	3,352
Others	171	(34)
Net cash used in investing activities	(99,855)	(34,890)
Cash flows from financing activities		
Changes in short-term interest-bearing debt	11,799	11,394
Proceeds from borrowing or issuing long-term interest-bearing debt	10,679	49,553
Repayment or redemption of long-term interest-bearing debt	(10,259)	(36,926)
Proceeds from non-controlling interests	-	2,940
Acquisition of treasury shares	(10,007)	(5)
Dividends paid	(10,407)	(12,428)
Dividends paid to non-controlling interests	(1,295)	(597)
Others	(205)	(151)
Net cash used in financing activities	(9,695)	13,778
Effect of exchange rate changes on cash and cash equivalents	(618)	(4,652)
Net increase (decrease) in cash and cash equivalents	(55,302)	13,936
Cash and cash equivalents at the beginning of the period	147,325	126,417
Cash and cash equivalents at the end of the period	92,022	140,354

(5) Notes to the Condensed Interim Consolidated Financial Statements

(Changes in Significant Subsidiaries during the Period)

During the three months ended March 31, 2018, AGC Flat Glass Philippines, Inc. was excluded from the scope of consolidation due to transferring its shares.

(Changes in Accounting Policies)

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, 2017, with the exception of the items described below.

Beginning from the fiscal year 2018, the Group has adopted IFRS 15 "Revenue from Contracts with Customers". When applying IFRS 15, as a transition measure the Group applies this standard retrospectively with the cumulative effects of initially applying this standard recognized at the date of initial application.

In accordance with the adoption of IFRS 15, revenue is recognized based on the following five-step model.

Step 1: Identify the contract with a customer

Step 2: Identify the performance obligations in the contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the performance obligations in the contract

Step 5: Recognize revenue when the entity satisfies a performance obligation

The Group sells a range of products including architectural glass, automotive glass, glass substrates for displays, electronic materials, chlor-alkali & urethane, fluorochemicals & specialty chemicals, and life science products. Because customers obtain control over the products at the time of delivery, for sales of these products the performance obligation is judged to have been satisfied and revenue is therefore recognized upon delivery of the products. For revenue associated with construction works such as the installation of architectural glass, revenue is recognized according to the progress toward completion of the performance obligation. Measurement of progress toward completion is performed according to the input method based on the costs incurred, etc.

Furthermore, revenue is measured at the consideration promised in contracts with customers, less discounts, rebates, returned products, and other items.

When consideration is received from a customer prior to fulfillment of the performance obligation, the amount is recognized as a contract liability.

As a result of identifying the contracts with customers and the performance obligations in the contracts and calculating the value of the transactions based on the five-step model indicated above, for certain transactions a difference in the measurement of the consideration received from customers arises compared with the revenue is that would have been recognized based on the previous accounting standard.

As a result, compared with the application of the former accounting standard, in the condensed interim consolidated statements of financial position for the beginning of fiscal year 2018, trade receivables decreased by 524 million yen, deferred tax assets increased by 280 million yen, and retained earnings decreased by 244 million yen. For the end as of March 31, 2018, trade receivables decreased by 404 million yen, deferred tax assets increased by 247 million yen, and retained earnings and other components of equity decreased by 147 million yen and 10 million yen, respectively.

Moreover, in the condensed interim consolidated statements of profit or loss for the three months ended March 31, 2018, net sales increased by 128 million yen, and income tax expenses increased by 31 million yen.

With the exception of the standards described above, the following are the accounting standards applied by the Group from fiscal year 2018, in compliance with each transitional provision. The effect of the application of the following standards on the Group's condensed interim consolidated financial statements is immaterial.

IFRS	Title	Summaries of new IFRS and amendments
IFRS 2 (Amended in June 2016)	Share-based Payment	Clarifications of classification and measurement of share-based payment transactions
IFRS 9 (Amended in July 2014)	Financial Instruments	Changes in classification and measurement of financial instruments, and introduction of impairment requirements based on a forward-looking expected loss impairment model
IFRIC 22	Foreign Currency Transactions and Advance Consideration	Clarification of exchange rate to use on initial recognition of the related assets, expenses or income, when an entity has received or paid advance consideration in a foreign currency

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

The Group calculated income tax expenses for the three months ended March 31, 2018, based on the estimated average annual effective tax rate.

(Changes in Accounting Estimates)

In preparing the Group's condensed interim consolidated financial statements, judgments, estimates and assumptions are made that affect the reported amounts of assets, liabilities, income and expenses. Therefore accounting estimates could differ from actual results.

Estimates and assumptions that have a significant effect on the amounts recognized in the Group's condensed interim consolidated financial statements are in principle the same as the preceding fiscal year.

Estimates and their assumptions are reviewed continuously. The effect of reviewing estimates and assumptions are recognized in the period in which those estimates and assumptions were reviewed and in future periods.

(Segment Information)

The Group's reportable segments are components of the Group for which discrete financial information is available, and whose operating results are reviewed regularly by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and assess performance.

The Group had four in-house companies by product and service: Building & Industrial Glass, Automotive, Electronics and Chemicals. Each in-house company operates worldwide, formulating comprehensive domestic and overseas strategies for its products and services.

Building & Industrial Glass and Automotive share the same float glass manufacturing facilities (glass melting furnace) etc., which are the largest assets and situated the highest upstream in the supply chain. The two in-house companies share assets and liabilities, and ratio of utilization is influenced by fluctuations of demand and supply. Considering these situations, it is difficult to divide financial statements for the two in-house companies. Therefore, the Group prepares the financial statements of Building & Industrial Glass and Automotive as the Glass segment. In addition, decisions on assigning management resources are closely tied to the results of each business and inseparable from their performance evaluation. Therefore, with the participation of presidents of both in-house companies, the Group has established a "Glass Segment Council," which primarily functions to maintain synergies and maximize overall production in the Glass segment, and collaborates to maximize profits for the Group. Based on these circumstances, the Group reports the Glass segment as one.

Thus, the Group has three reportable segments: Glass, Electronics, and Chemicals.

The main products of each reportable segment are as follows.

Reportable segment	Main products
Glass	Float flat glass, Figured glass, Polished wired glass, Low-E glass, Decorative glass, Fabricated glass for architectural use (Heat Insulating/shielding glass, Disaster-resistant/Security glass, Fire-resistant glass, etc.), Automotive glass, etc.
Electronics	LCD glass substrates, Specialty glass for display applications, Cover glass for car-mounted displays, Display related materials, Glass for solar power system, Fabricated glass for industrial use, Semiconductor process materials, Optoelectronics materials, Lighting glass products, Laboratory use ware, etc.
Chemicals	Polyvinyl chloride, Vinyl chloride monomer, Caustic soda, Urethane, Fluorinated resins, Water and oil repellents, Gases, Solvents, Pharmaceutical and agrochemical intermediates and active ingredients, Iodine-related products, etc.

For the three months ended March 31, 2017 (January 1 through March 31, 2017)

(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	176,848	60,261	91,237	6,993	335,340	-	335,340
Inter-segment sales or transfers	145	362	445	8,141	9,094	(9,094)	-
Total sales	176,993	60,623	91,683	15,134	344,435	(9,094)	335,340
Segment profit (loss) (Operating profit)	7,133	4,164	11,106	(317)	22,086	135	22,222
Profit for the period	-	-	-	-	-	-	22,137

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, 2018 (January 1 through March 31, 2018)

(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	190,955	58,444	114,459	8,600	372,460	-	372,460
Inter-segment sales or transfers	282	404	307	9,737	10,732	(10,732)	-
Total sales	191,238	58,849	114,767	18,337	383,192	(10,732)	372,460
Segment profit (loss) (Operating profit)	7,637	5,744	16,979	262	30,624	24	30,649
Profit for the period	-	-	-	-	-	-	27,311

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, 2017 (Jan. 1 through Mar. 31, 2017)	For the three months ended March 31 2018 (Jan. 1 through Mar. 31, 2018)
Foreign exchange gain	-	1,203
Gains on sale of non-current assets	280	1,171
Gains on sale of shares of subsidiaries	-	1,618
Others	735	1,385
Total	1,016	5,378

Other Expenses

(Unit: millions of yen)

	For the three months ended March 31, 2017 (Jan. 1 through Mar. 31, 2017)	For the three months ended March 31 2018 (Jan. 1 through Mar. 31, 2018)
Foreign exchange loss	(2,507)	-
Losses on disposal of non-current assets	(477)	(610)
Expenses for restructuring programs	(66)	(196)
Others	(204)	(104)
Total	(3,256)	(910)

(Notes on Significant Subsequent Events)

No items to report