

July 31, 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 Six Months ended June 30, 2014 (IFRS basis)

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

1. Financial results for the Six months ended June 30, 2014 (January 1 through June 30, 2014)

(1) Consolidated operating results

	For the six months ended June 30, 2014		For the six months ended June 30, 2013	
	Millions of yen	%	Millions of yen	%
Net sales	659,159	3.2	638,432	-
Operating profit	25,911	(32.7)	38,514	-
Profit before tax	18,023	(42.4)	31,287	-
Profit for the period	6,120	(70.9)	21,037	-
Profit for the period attributable to owners of the parent	3,689	(81.3)	19,686	-
Total comprehensive income for the period	(33,615)	-	130,824	-
Basic earnings per share (yen)	3.19		17.03	
Diluted earnings per share (yen)	3.18		16.51	

(2) Consolidated financial position

	FY2014 second quarter (as of June 30, 2014)	FY2013 (as of December 31, 2013)
Total assets (millions of yen)	2,049,522	2,120,629
Total equity(millions of yen)	1,106,825	1,145,145
Equity attributable to owners of the parent (millions of yen)	1,047,086	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)

	Full year	
	Millions of yen	%
Net sales	1,350,000	2.3
Operating profit	65,000	(18.6)
Profit before tax	35,000	(21.1)
Profit for the year	20,000	5.1
Profit for the year attributable to owners of the parent	15,000	(7.1)
Basic earnings per share (yen)	12.98	

Note 1: Revision of the forecast for FY2014 consolidated operating results during this quarter: Yes

***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 second quarter (as of June 30, 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 second quarter (as of June 30, 2014): 31,081,984
 - FY2013 (as of December 31, 2013): 30,945,903
- iii. Average number of shares issued during the period
 - For the six months ended June 30, 2014: 1,155,799,125
 - For the six months ended June 30, 2013: 1,155,671,546

***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 six months ended June 30, 2014

During the six months ended June 30, 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 business conditions in Europe picked up 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 659.2 billion yen, up 20.7 billion yen, or a 3.2% 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 sales price declines in the LCD glass substrate business and the architectural glass business in Eastern Europe, price increases of fuels and raw materials, and reduced profitability of foreign subsidiaries due to the weak yen. As a result, operating profit decreased 12.6 billion yen, or 32.7 %, year-on-year to 25.9 billion yen, and profit before tax decreased by 13.3 billion yen or 42.4% to 18.0 billion yen. Profit for the period attributable to owners of the parent was 3.7 billion yen, a 16.0 billion yen or 81.3% decrease on a year-on-year basis.

(ii) Overview by reportable segment for the six months ended June 30, 2014

- Glass

In the flat glass business, shipments of architectural glass increased from the corresponding period of the previous year in all regions. Sales prices were stable thanks to the price improvement in the European region during the second quarter, while, in Eastern Europe, price levels remained below the levels of the same period of the previous year. Sales of architectural glass increased on a year-on-year basis, partly due to 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 six months ended June 30, 2014 were 353.5 billion yen, up 32.7 billion yen or a 10.2% increase from the same period of the previous fiscal year. Operating profit/loss improved by 7.0 billion yen year-on-year to post a loss of 1.4 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, shipments of LCD glass substrates were about the same level as the same period of the previous fiscal year; however, their sales prices decreased from the same period of the previous fiscal year. Shipments of plasma display panel products decreased significantly 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 six months ended June 30, 2014 were 147.0 billion yen, down 27.0 billion yen or a 15.5% decrease from the same period of the previous fiscal year, and operating profit was 17.7 billion yen, down 21.5 billion yen or a 54.8% decrease from the same period of the previous fiscal year due to the reduction of profitability of foreign subsidiaries affected by the progress of the weak yen in addition to the factors mentioned above.

- 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 six months ended June 30, 2014 were 150.9 billion yen, up 12.7 billion yen or a 9.2% increase from the same period of the previous fiscal year, and operating profit was 10.1 billion yen, up 2.3 billion yen or a 29.0% 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 second quarter under review were 2,049.5 billion yen, down 71.1 billion yen from the end of the previous fiscal year. This descent is mainly due to a 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 second quarter under review were 942.7 billion yen, down 32.8 billion yen from the end of the previous fiscal year. This descent is chiefly attributable to redemption of bonds.

- Total equity

Total equity as of the end of the second quarter under review were 1,106.8 billion yen, down 38.3 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
Revised forecast for FY 2014 (B)	1,350.0	65.0	35.0	20.0	15.0
(B - A)	(50.0)	(10.0)	(5.0)	(5.0)	(5.0)
Actual results for FY 2013 (C) (January 1 through December 31, 2013)	1,320.0	79.9	44.4	19.0	16.1
(B - C) / C (%)	2.3	(18.6)	(21.1)	5.1	(7.1)

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, shipments have not recovered in full scale, 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. Demand for plasma display panel products are expected to fall significantly. 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.

However, the shipments and sales prices of LCD glass substrates and specialty glass for display applications fell below the initial expectation during the first half of the year.

As a result, the financial results for the fiscal year ending December 31, 2014 are expected to fall below the Company's forecasts issued on February 7, 2014, and the Company revised its financial forecast for the fiscal year 2014.

Average exchange rates assumed for the fiscal year ending December 31, 2014 have been revised to 102 yen to the U.S. dollar and 140 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 six months ended June 30, 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 IFRS 12 IAS 27	Consolidated Financial Statement Disclosure of Interests in Other Entities Separate Financial Statements	Accounting for investments held by investment entities

"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 second quarter (as of June 30, 2014)
Assets		
Current assets		
Cash and cash equivalents	132,649	139,399
Trade receivables	260,901	246,682
Inventories	236,611	238,690
Other receivables	35,446	28,898
Income tax receivables	7,305	5,114
Other current assets	9,265	11,214
Total current assets	682,179	670,000
Non-current assets		
Property, plant and equipment	1,059,946	1,021,901
Goodwill	34,944	35,222
Intangible assets	27,272	25,122
Investments accounted for using equity method	39,336	39,902
Other financial assets	243,053	222,202
Deferred tax assets	29,743	29,229
Other non-current assets	4,154	5,938
Total non-current assets	1,438,450	1,379,521
Total assets	2,120,629	2,049,522

(Unit: millions of yen)

	FY2013 (as of December 31, 2013)	FY2014 second quarter (as of June 30, 2014)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade payables	135,559	130,976
Short-term interest-bearing debt	57,068	59,911
Long-term interest-bearing debt due within one year	125,618	66,833
Other payables	98,669	112,093
Income tax payables	15,055	15,702
Provisions	2,438	5,109
Other current liabilities	13,609	11,130
Total current liabilities	448,018	401,757
Non-current liabilities		
Long-term interest-bearing debt	392,327	423,957
Deferred tax liabilities	29,267	15,569
Post-employment benefit liabilities	86,505	81,027
Provisions	14,147	14,929
Other non-current liabilities	5,217	5,455
Total non-current liabilities	527,465	540,939
Total liabilities	975,484	942,697
Equity		
Share capital	90,873	90,873
Capital surplus	100,650	100,590
Retained earnings	641,740	639,787
Treasury shares	(29,884)	(29,976)
Other components of equity	283,835	245,811
Total equity attributable to owners of the parent	1,087,216	1,047,086
Non-controlling interests	57,929	59,738
Total equity	1,145,145	1,106,825
Total liabilities and equity	2,120,629	2,049,522

(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 six months ended June 30, 2013 (Jan. 1 through June 30, 2013)	For the six months ended June 30, 2014 (Jan. 1 through June 30, 2014)
Net sales	638,432	659,159
Cost of sales	(467,834)	(496,916)
Gross profit	170,597	162,242
Selling, general and administrative expenses	(132,670)	(137,352)
Share of profit (loss) of associates and joint ventures accounted for using equity method	587	1,022
Operating profit	38,514	25,911
Other income	1,157	6,455
Other expenses	(8,458)	(12,462)
Business profit	31,214	19,904
Finance income	3,094	2,798
Finance costs	(3,021)	(4,679)
Net finance costs	73	(1,881)
Profit before tax	31,287	18,023
Income tax expenses	(10,250)	(11,902)
Profit for the period	21,037	6,120
Attributable to:		
Owners of the parent	19,686	3,689
Non-controlling interests	1,350	2,431
Earnings per share		
Basic earnings per share (yen)	17.03	3.19
Diluted earnings per share (yen)	16.51	3.18

(Condensed Interim Consolidated Statements of Comprehensive Income)

(Unit: millions of yen)

	For the six months ended June 30, 2013 (Jan. 1 through June 30, 2013)	For the six months ended June 30, 2014 (Jan. 1 through June 30, 2014)
Profit for the period	21,037	6,120
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)	12,844	956
Net gain (loss) on revaluation of financial assets measured at FVTOCI ^(Note)	26,035	(12,671)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	63	(5)
Total	38,943	(11,720)
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	(193)	(385)
Exchange differences on translation of foreign operations	71,037	(27,639)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	—	9
Total	70,843	(28,016)
Other comprehensive income, net of tax	109,787	(39,736)
Total comprehensive income for the period	130,824	(33,615)
Attributable to:		
Owners of the parent	125,404	(34,190)
Non-controlling interests	5,420	574

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

(3) Condensed Interim Consolidated Statements of Changes in Equity

For the six months ended June 30, 2013

(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, 2013	90,873	100,423	655,421	(30,076)	(48,996)	48,402
Changes in equity						
Comprehensive income						
Profit for the period	—	—	19,686	—	—	—
Other comprehensive income	—	—	—	—	12,998	26,022
Total comprehensive income for the period	—	—	19,686	—	12,998	26,022
Transactions with owners						
Dividends	—	—	(15,022)	—	—	—
Increase through treasury shares transactions	—	—	—	(19)	—	—
Decrease through treasury shares transactions	—	—	(30)	222	—	—
Changes in ownership interests in subsidiaries that do not result in loss of control	—	100	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	233	—	—	(233)
Share-based payment transactions	—	(73)	—	—	—	—
Others (business combinations and others)	—	—	—	—	—	—
Total transactions with owners	—	27	(14,819)	203	—	(233)
Balance as of June 30, 2013	90,873	100,450	660,288	(29,873)	(35,998)	74,191

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

For the six months ended June 30, 2013

(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, 2013	174	92,083	91,663	908,304	52,443	960,747
Changes in equity						
Comprehensive income						
Profit for the period	—	—	—	19,686	1,350	21,037
Other comprehensive income	(193)	66,890	105,717	105,717	4,070	109,787
Total comprehensive income for the period	(193)	66,890	105,717	125,404	5,420	130,824
Transactions with owners						
Dividends	—	—	—	(15,022)	(453)	(15,475)
Increase through treasury shares transactions	—	—	—	(19)	—	(19)
Decrease through treasury shares transactions	—	—	—	192	—	192
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	—	—	(233)	—	—	—
Share-based payment transactions	—	—	—	(73)	—	(73)
Others (business combinations and others)	—	—	—	—	929	929
Total transactions with owners	—	—	(233)	(14,822)	(1,602)	(16,425)
Balance as of June 30, 2013	(18)	158,974	197,147	1,018,886	56,260	1,075,147

For the six months ended June 30, 2014

(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, 2014	90,873	100,650	641,740	(29,884)	(25,940)	90,441
Changes in equity						
Comprehensive income						
Profit for the period	—	—	3,689	—	—	—
Other comprehensive income	—	—	—	—	989	(12,668)
Total comprehensive income for the period	—	—	3,689	—	989	(12,668)
Transactions with owners						
Dividends	—	—	(5,778)	—	—	—
Increase through treasury shares transactions	—	—	—	(10)	—	—
Decrease through treasury shares transactions	—	—	(7)	92	—	—
Changes in ownership interests in subsidiaries that do not result in loss of control	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	144	—	—	(144)
Share-based payment transactions	—	(59)	—	—	—	—
Others (business combinations and others)	—	—	—	(173)	—	—
Total transactions with owners	—	(59)	(5,642)	(92)	—	(144)
Balance as of June 30, 2014	90,873	100,590	639,787	(29,976)	(24,950)	77,628

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

For the six months ended June 30, 2014

(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, 2014	(69)	219,403	283,835	1,087,216	57,929	1,145,145
Changes in equity						
Comprehensive income						
Profit for the period	—	—	—	3,689	2,431	6,120
Other comprehensive income	(376)	(25,824)	(37,880)	(37,880)	(1,856)	(39,736)
Total comprehensive income for the period	(376)	(25,824)	(37,880)	(34,190)	574	(33,615)
Transactions with owners						
Dividends	—	—	—	(5,778)	(540)	(6,319)
Increase through treasury shares transactions	—	—	—	(10)	—	(10)
Decrease through treasury shares transactions	—	—	—	84	—	84
Changes in ownership interests in subsidiaries that do not result in loss of control	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	(144)	—	—	—
Share-based payment transactions	—	—	—	(59)	—	(59)
Others (business combinations and others)	—	—	—	(173)	1,775	1,601
Total transactions with owners	—	—	(144)	(5,939)	1,234	(4,704)
Balance as of June 30, 2014	(445)	193,579	245,811	1,047,086	59,738	1,106,825

(4) Condensed Interim Consolidated Statements of Cash Flows

(Unit: millions of yen)

	For the six months ended June 30, 2013 (Jan. 1 through June 30, 2013)	For the six months ended June 30, 2014 (Jan. 1 through June 30, 2014)
Cash flows from operating activities		
Profit before tax	31,287	18,023
Depreciation and amortization	67,358	68,266
Interest and dividend income	(2,660)	(2,776)
Interest expenses	2,970	3,782
Share of profit (loss) of associates and joint ventures accounted for using equity method	(587)	(1,022)
Loss (gain) on sale or disposal of non-current assets	2,524	(458)
Decrease (increase) in trade receivables	12,143	9,687
Decrease (increase) in inventories	(6,425)	(7,239)
Increase (decrease) in trade payables	(6,458)	(2,655)
Others	(4,447)	5,696
Subtotal	95,705	91,303
Interest and dividends received	3,270	3,203
Interest paid	(3,158)	(3,587)
Income taxes paid	(8,172)	(14,973)
Net cash from operating activities	87,645	75,946
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(77,452)	(49,185)
Proceeds from sale of property, plant and equipment	2,020	5,772
Purchase of other financial assets	(1,177)	(1,194)
Proceeds from sale and redemption of other financial assets	2,678	665
Others	(1,680)	(966)
Net cash used in investing activities	(75,611)	(44,908)
Cash flows from financing activities		
Changes in current interest-bearing debt	10,341	6,592
Proceeds from borrowing or issuing long-term interest-bearing debt	45,292	35,627
Repayment or redemption of long-term interest-bearing debt	(44,302)	(59,545)
Payment from purchase of shares in subsidiaries from non- controlling interests	(1,978)	—
Acquisition of treasury shares	(19)	(10)
Dividends paid	(15,022)	(5,778)
Others	(1,848)	973
Net cash used in financing activities	(7,537)	(22,141)
Effect of exchange rate changes on cash and cash equivalents	11,150	(2,146)
Net increase (decrease) in cash and cash equivalents	15,646	6,749
Cash and cash equivalents at the beginning of the period	133,818	132,649
Cash and cash equivalents at the end of the period	149,464	139,399

(5) Notes to the Condensed Interim Consolidated Financial Statements

(Segment Information)

Information on net sales, profits or losses by reportable segment

For the six months ended June 30, 2013 (January 1 through June 30, 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	318,765	168,297	136,805	14,563	638,432	—	638,432
Inter-segment sales or transfers	1,968	5,733	1,438	23,112	32,253	(32,253)	—
Total sales	320,734	174,031	138,244	37,675	670,685	(32,253)	638,432
Segment profit (loss) (Operating profit)	(8,442)	39,160	7,818	309	38,847	(332)	38,514
Profit for the period	—	—	—	—	—	—	21,037

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 six months ended June 30, 2014 (January 1 through June 30, 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	351,315	144,176	149,647	14,020	659,159	—	659,159
Inter-segment sales or transfers	2,157	2,806	1,260	23,995	30,219	(30,219)	—
Total sales	353,472	146,982	150,907	38,015	689,378	(30,219)	659,159
Segment profit (loss) (Operating profit)	(1,444)	17,688	10,088	(590)	25,742	169	25,911
Profit for the period	—	—	—	—	—	—	6,120

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 six months ended June 30, 2013 (Jan. 1 through June 30, 2013)	For the six months ended June 30, 2014 (Jan. 1 through June 30, 2014)
Foreign exchange gain	—	3,397
Gains on sale of non-current assets	326	1,808
Others	831	1,248
Total	1,157	6,455

Other Expenses

(Unit: millions of yen)

	For the six months ended June 30, 2013 (Jan. 1 through June 30, 2013)	For the six months ended June 30, 2014 (Jan. 1 through June 30, 2014)
Foreign exchange loss	(2,171)	—
Losses on disposal of non-current assets	(2,850)	(1,350)
Expenses for restructuring programs	(2,520)	(8,732)
Others	(915)	(2,379)
Total	(8,458)	(12,462)