# FY 2020 1st Quarter Consolidated Financial Results <IFRS> 1 August 2019

(English translation of the Japanese original)

Listed Company Name: Nippon Sheet Glass Company, Limited
Code Number: 5202
Stock Exchange Listing: Tokyo
(URL: http://www.nsg.com)

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Submission of quarterly report to MOF: 5 August 2019
Payment of dividends start from: N/A
Quarterly result presentation papers: Yes
Quarterly result presentation meeting: Yes (Teleconference for institutional investors)

## 1. Consolidated business results for FY 2020 1st Quarter (From 1 April to 30 June 2019)

(1) Consolidated business results

| | Revenue | | Operating profit | | Profit before taxation | | Profit for the period | | Profit attributable to owners of the parent | | Total comprehensive income | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | ¥ millions | % | ¥ millions | % | ¥ millions | % | ¥ millions | % | ¥ millions | % | ¥ millions | % |
| 1Q FY 2020 | 147,066 | (7.2) | 8,817 | (9.0) | 5,194 | (44.4) | 3,055 | (49.2) | 2,891 | (46.6) | (4,896) | - |
| 1Q FY 2019 | 158,414 | 9.1 | 9,690 | 12.6 | 9,347 | 102.4 | 6,017 | 125.2 | 5,416 | 131.2 | (4,800) | - |

| | Earnings per share - basic |
|---|---|
| 1Q FY 2020 | ¥ 18.55 |
| 1Q FY 2019 | ¥ 53.79 |

Note: Operating profit in the above table is defined as being operating profit stated before exceptional items.

(2) Changes in financial position

| | Total assets | Total equity | Total shareholders' equity | Total shareholders' equity ratio |
|---|---|---|---|---|
| | ¥ millions | ¥ millions | ¥ millions | % |
| FY 2020 1st Quarter | 784,079 | 115,879 | 106,226 | 13.5 |
| FY 2019 Full year | 761,869 | 132,506 | 123,760 | 16.2 |

## 2. Dividends

| | Dividends per share | | | | |
|---|---|---|---|---|---|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter | Annual |
| FY 2019 (Actual) | - | ¥ 10.00 | - | ¥ 20.00 | ¥ 30.00 |
| FY 2020 (Actual) | - | | | | |
| FY 2020 (Forecast) | | ¥ 0.00 | - | ¥ 20.00 | ¥ 20.00 |

Note:
- There have been no changes to the forecast dividends this quarter.
- The above table shows dividends on common shares. Please refer to "(Reference) Dividends for Class A Shares" for information regarding dividends on Class A shares, which are unlisted and have different rights from common shares.

## 3. Forecast for FY 2020 (From 1 April 2019 to 31 March 2020)

| | Revenue | | Operating profit | | Profit before taxation | | Profit for the period | | Profit attributable to owners of the parent | | Earnings per share - basic |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | ¥ millions | % | ¥ millions | % | ¥ millions | % | ¥ millions | % | ¥ millions | % | ¥ |
| Half year | 310,000 | 0.6 | 17,000 | (4.8) | - | - | - | - | - | - | - |
| Full year | 620,000 | 1.2 | 35,000 | (5.0) | 19,000 | (16.4) | 12,000 | (16.5) | 11,000 | (17.2) | 94.40 |

Note:
- As the Group forecast only the annual figures of Profit before taxation, Profit for the period, and Profit attributable to owners of the parent, disclosure for the half year forecast is limited to Revenue and Operating profit.
- Forecast of basic earnings per share for FY2020 is calculated by dividing the profit attributable to owners of the parent after deducting dividends and redemption premium paid to holders of class A shares, by 90,574,981 shares.
- For further details, please refer to the prospects section on page 7.

## 4. Other items

(1) Changes in status of principle subsidiaries --- No

(2) Changes implemented to the accounting policies, practice and presentations related to the preparation of quarterly consolidated financial statements

(i) Changes due to revisions in accounting standards under IFRS --- Yes

(ii) Changes due to other reasons ---No

(iii) Changes in accounting estimates --- No

Note:

• For further details, please refer to the changes in accounting policy section on pages 8.

(3) Numbers of shares outstanding (common stock)

(i) Number of shares issued at the end of the period, including shares held as treasury stock:
90,598,399 shares as of 30 June 2019 and 90,593,399 shares as at 31 March 2019

(ii) Number of shares held as treasury stock at the end of the period:
19,112 shares as at 30 June 2019 and 18,418 shares as at 31 March 2019

(iii) Average number of shares in issue during the period, after deducting shares held as treasury stock:
90,577,154 shares for the period ending 30 June 2019 and 90,476,582 shares for the period ending 30 June 2018

**Status of quarterly review procedures taken by external auditors for the quarterly results**

This document (Tanshin) is out of scope for quarterly review by the external auditors.

**Explanation for the appropriate usage of performance projections and other special items**

The projections contained in this document are based on information currently available to the Group and certain assumptions considered reasonable. Hence, the actual results may differ. The major factors that may affect the results are the economic environment in major markets (such as Europe, Asia and the Americas, etc.), product supply/demand shifts, fluctuations in currency exchange and interest rates, as well as price changes in primary fuels and raw materials. Please refer to the section entitled "Prospects" on page 7 for qualitative information such as assumptions used for the projections.

**(For Reference) Dividends for Class A Shares**

Dividends per share related to Class A Shares with different rights from those of common shares are as follows.

| | Dividends per share | | | | |
|---|---|---|---|---|---|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter | Total |
| Class A Shares | | | | | |
| FY2019 (Actual) | - | ¥ 27,575.30 | - | ¥ 27,424.70 | ¥ 55,000.00 |
| FY2020 (Actual) | - | | | | |
| FY2020 (Forecast) | | ¥ 0.00 | - | ¥ 55,000.00 | ¥ 55,000.00 |

(Note) Number of Class A Shares in issue are 30,000 shares. 40,000 Class A Shares were originally issued on 31 March 2017. On 7 December 2018, the Company acquired and then retired a total of 5,000 Class A shares. On 6 June 2019, the Company acquired and then retired a total of 5,000 Class A shares. The forecast of dividends, for class A shares that have dividend record dates belonging to FY2020, is ¥ 1,700 million.

**[Attachments]**

Table of contents in the attachments (including mandatory disclosure items)

# 1. Narratives about financial results

## (1) Business Performance

### (a) Background to Results

The Group's markets were generally stable during the first quarter of the year, with marginal declines in some areas offset by growth in others.

European Architectural markets remained stable. European Automotive Original Equipment (OE) markets reflected a reduction in light-vehicle sales, and Automotive Glass Replacement markets (AGR) also experienced a decline in volumes. In Asia, domestic architectural volumes were similar to the previous year in Japan and positive elsewhere. Solar energy glass demand increased. Automotive markets in Asia were at similar levels to the previous year. In the Americas, domestic architectural markets in the U.S were impacted by construction delays arising from adverse weather during the quarter, although the underlying economic background continues to be favorable. Demand for solar energy glass increased. Automotive OE markets experienced a slight weakening of light-vehicle sales, and AGR volumes declined somewhat. Markets in South America benefitted from a further recovery of light-vehicle sales in Brazil. The Group's Technical Glass markets were mixed, with improvements in some areas offsetting weakness in others.

The first-quarter results were in line with the Group's financial forecast. Group revenues fell by seven percent to ¥ 147,066 million (Q1 FY19 ¥ 158,414 million), affected by the translational impact of a strengthened Yen. At constant exchange rates, revenues would have fallen by two percent. The Group recorded a trading profit (before exceptional items and amortization relating to the acquisition of Pilkington) of ¥ 9,288 million (Q1 FY19 ¥ 10,188 million). Operating profits were ¥ 8,817 million (Q1 FY19 ¥ 9,690 million). The profit attributable to owners of the parent declined to ¥ 2,891 million (Q1 FY19 ¥ 5,416 million) mostly due to there being no repetition of the exceptional credit recorded during the first quarter of the previous year.

### (b) Review by Business Segment

The Group's business lines cover three core product sectors: Architectural, Automotive, and Technical Glass.

Architectural, representing 41 percent of cumulative Group sales, includes the manufacture and sale of flat glass and various interior and exterior glazing products within the commercial and residential markets. It also includes glass for the Solar Energy sector.

Automotive, with 52 percent of Group sales, supplies a wide range of automotive glazing for new vehicles and for replacement markets.

Technical Glass, representing 7 percent of Group sales, comprises several discrete businesses, including the manufacture and sale of very thin glass used as cover glass for displays, lenses and light guides for printers, as well as glass fiber products, such as battery separators and glass components for engine timing belts.

The table below shows a summary of cumulative results by business segment.

| ¥ millions | **Revenue** | | **Operating profit** | |
|---|---|---|---|---|
| | **1st Quarter FY 2020** | **1st Quarter FY 2019** | **1st Quarter FY 2020** | **1st Quarter FY 2019** |
| **Architectural** | 59,899 | 61,369 | 5,715 | 5,323 |
| **Automotive** | 76,825 | 84,289 | 3,984 | 4,855 |
| **Technical Glass** | 10,105 | 12,398 | 1,842 | 1,847 |
| **Other Operations** | 237 | 358 | (2,724) | (2,335) |
| **Total** | 147,066 | 158,414 | 8,817 | 9,690 |

**Architectural Business**

The Architectural business recorded revenues of ¥ 59,899 million (Q1 FY2019: ¥ 61,369 million) and an operating profit of ¥ 5,715 million (Q1 FY2019: ¥ 5,323 million).

Architectural revenues fell from the previous year due to the translational impact of a strengthened Yen. Profits improved as an increase in solar energy glass volumes more than offset an increase in input costs.

In Europe, representing 39 percent of the Group's architectural sales, revenues fell, partly as a result of restructuring projects concluded during the previous year. Profits were supported by cost savings and manufacturing improvements which offset reduced volumes and increasing input prices.

In Asia, representing 37 percent of the Group's architectural sales, revenues and profits both improved with increased dispatches of solar energy glass. Revenues from conventional architectural glass in Japan remained stable, and profitability benefitted from further progress of the Group's profit improvement project. Revenues in South East Asia were affected by weaker prices despite increased volumes.

In the Americas, representing 24 percent of the Group's architectural sales, profits were ahead of the previous year. While domestic market conditions in North America were more challenging than the previous year, with increased flat glass supply and short-term disruptions to demand caused by adverse weather conditions, sales of glass for solar energy improved. In South America, the Group recorded improved local currency results.

**Automotive Business**

The Automotive business recorded sales of ¥ 76,825 million (Q1 FY2019: ¥ 84,289 million) and an operating profit of ¥ 3,984 million (Q1 FY2019: ¥ 4,855 million).

In the Automotive business, revenues and profits were below the previous year, due to a decline in new car production in Europe.

Europe represents 43 percent of the Group's automotive sales. Revenues and profits fell in the Group's original equipment (OE) and Automotive Glass Replacement (AGR) businesses due mainly to a reduction in volumes.

In Asia, representing 23 percent of the Group's automotive sales, revenues and profits increased from the previous year. In Japan, revenues increased with an improvement in OE sales volumes from the previous year.

In the Americas, representing 34 percent of the Group's automotive sales, local currency revenues were similar to the previous year, although profits increased, driven mainly by improvements in North America. In North America, despite OE volumes being similar to the previous year, profits strengthened, benefitting from further manufacturing efficiency improvements. Results in the AGR business were slightly ahead of the previous year. Profitability in South America was similar to the previous year.

**Technical Glass Business**

The Technical Glass business recorded revenues of ¥ 10,105 million (Q1 FY2019: ¥ 12,398 million) and an operating profit of ¥ 1,842 million (Q1 FY2019: ¥ 1,847 million).

Revenues fell in the Technical Glass business due partly to a business disposal, although profits were unchanged from the previous year.

In the fine glass business, continued cost reduction efforts provided a strong foundation for a further improvement in results. In the information devices business, demand for glass components used in printers and scanners declined. Demand for glass cord used in engine timing belts fell, reflecting conditions in the automotive sector generally. Metashine® product sales were similar to the previous year, with demand continuing to be relatively strong in both the car paint and cosmetic fields. Results in the battery separator business remained solid.

**Other Operations and Eliminations**

The Other Operations and Eliminations recorded revenues of ¥ 237 million (Q1 FY2019: ¥ 358 million) and operating costs of ¥ 2,724 million (Q1 FY2019: ¥ 2,335 million).

This segment covers corporate costs, consolidation adjustments, certain small businesses not included in the segments covered above and the amortization of other intangible assets related to the acquisition of Pilkington plc. Operating costs and consolidation adjustments incurred in Other Operations and Eliminations were higher than the previous year due to an expansion of the Business Innovation Centre established during the second quarter of the previous year.

**Joint Ventures and Associates**

The Group's share of joint ventures and associates profits after tax was ¥ 479 million (Q1 FY2019: ¥ 456 million).

The Group's share of joint ventures and associate's profits was flat, with each of the Group's joint ventures and associates recording results that were broadly similar to the previous year.

## (2) Financial Condition

Total assets at the end of June 2019 were ¥ 784,079 million, representing an increase of ¥ 22,210 million from the end of March 2019. The increase in assets was caused by the recognition of Right-of-Use assets, within Property, Plant & Equipment, as a result of the adoption of IFRS16 "Leases". Total equity was ¥ 115,879 million, representing a decrease of ¥ 16,627 million from the March 2019 figure of ¥ 132,506 million. Total equity fell mainly as a result of the strengthened yen when compared to many of the Group's currencies, together with the acquisition and cancellation of Class A shares during the period.

Net financial indebtedness increased by ¥ 70,610 million from 31 March 2019 to ¥ 388,311 million at the period end. The increase in indebtedness arose from the adoption of IFRS16, and from seasonal increases in working capital. Currency movements generated a decrease in net debt of approximately ¥ 700 million over the period. Gross debt was ¥ 428,909 million at the period end. As of 30 June 2019, the Group had un-drawn, committed facilities of ¥ 59,313 million.

Cash outflows from operating activities were ¥ 10,101 million. Cash outflows from investing activities were ¥ 16,677 million, including capital expenditure on property, plant, and equipment of ¥ 19,131 million. Capital expenditure increased as the construction of strategic investment projects in the U.S., Vietnam and Argentina progress as planned. As a result, free cash flow was an outflow of ¥ 26,778 million.

## (3) Prospects

The forecast of revenue, operating profit, profit before taxation, profit for the period, profit attributable to owners of the parent and earnings per share for the year to 31 March 2020 is set out on page 2. The forecast of earnings per share has been shown after considering the effect of dividends and redemption premium related to Class A shares.

Revenues in FY2020 are expected to be similar to FY2019, with a further improvement in VA sales to offset an adverse impact from more challenging market conditions, especially for automotive applications, and the translational effect of a strong Yen. Profitability will be modestly impacted by an increase in input costs, particularly relating to energy costs, and the costs of inputs that are partly energy related, such as raw materials and logistics costs. The Group will take actions towards attaining the annual forecast by driving strong efficiency and cost improvement initiatives.

In Architectural, markets are expected to be generally stable although profitability will reflect an increase in input costs. Sales of glass for solar energy are expected to increase.

Automotive markets in Europe will be subdued, reflecting generally weak consumer confidence. North American markets are expected to be slightly below FY2019 levels, although South American markets will benefit from a further improvement in vehicle sales in Brazil. Markets in Japan are likely to be similar to the previous year.

Results in the Technical Glass business will reflect challenging market conditions in some areas, offset by an improvement in others.

Prospects for the years after FY2020 are expected to be positive, with further improvements in VA sales and an incremental impact from the Group's strategic investments, contributing to further improvements in the Group's financial performance. Furthermore, the Group's key step-change actions will provide the foundation to profit growth from FY2021 and onwards.

## 2. Other information

### (1) Changes in status of principle subsidiaries

There was no change.

### (2) Changes in accounting principles, practices and presentations

The principal accounting policies applied to the condensed quarterly consolidated financial statements for the period ended 30 June 2019 are the same as the ones applied to the consolidated financial statements for the year ended 31 March 2019 except for the items below.

**Adoption of IFRS 16 'Leases'**

The Group has adopted IFRS 16 'Leases' from the Group's financial period commencing 1 April 2019. This new standard addresses the principles for the recognition and measurement of leases, and replaces IAS 17 'Leases' and IFRIC 4 'Determining whether an Agreement contains a Lease'. The Group has adopted this new standard retrospectively with the cumulative effect of initial application recognized in the opening balance sheet on 1 April 2019. The values for the comparative period are based on IAS 17 rules and are presented as previously reported.

Leases that were previously classified as operating leases in accordance with IAS 17 are recognized to conform with IFRS 16 rules using the recognition and measurement requirements and exemptions as set out below:

| | |
|---|---|
| Right-of-use asset | Right-of-use assets recognized by the Group as a lessee at 1 April 2019 are measured at cost, generally corresponding with the discounted remaining lease payments due as at that date.<br><br>Subsequent acquisitions of right-of-use assets will be measured at the discounted value of future lease payments as adjusted by initial direct costs, prepaid lease payments, and estimates of future dismantling or clean-up costs.<br><br>Right-of-use assets are presented as 'Property, plant and equipment' in the Group's consolidated balance sheet. Depreciation is charged on a straight-line basis over the shorter of the lease term or remaining estimated life of the asset. |
| Lease liability | Lease liabilities recognized by the Group as a lessee at 1 April 2019 are measured at the present value of future lease payments at that date, using the practical expedient to apply consistent discount rates to portfolios of leases with similar characteristics.<br><br>For leases contracted after 1 April 2019, the discount rate used is the interest rate implicit in the lease, equating the future lease payments with the present value of the leased asset. Where this cannot be readily determined the Group will use its incremental borrowing rate, as adjusted to take account of factors such as the term and currency of the lease, the financial position of the NSG Group lessee, and the security inherently provided to the lessor in a lease arrangement.<br><br>Lease liabilities are presented as 'Borrowings' in the Group's consolidated balance sheet. Lease liabilities are subsequently measured based on the effective interest method, and interest expenses will be charged to the income statement. |
| Practical expedients used upon initial application of IFRS 16 | The Group has used the following practical expedients as permitted upon initial application of IFRS 16, at 1 April 2019:<br><br>Right-of-use assets and lease liabilities are not recognized for leases where the lease term ends within 12 months of the date of initial application.<br><br>Hindsight is used in determining the lease term if the contract contains options to extend or terminate the lease. |

The Group has applied IFRS 16 to contracts that were previously identified as leases when applying IAS 17 without reassessing whether a contract is, or contains, a lease at 1 April 2019. The Group has not applied this standard to contracts that were not identified as containing a lease when applying IAS 17.

The Group has also elected not to recognize right-of-use assets and lease liabilities for short-term leases with terms within 12 months, and leases for which the underlying asset is of low value. In such cases, the Group will recognize the payments associated with those leases as an expense on a straight-line basis over the lease term.

At the date of initial application of IFRS 16, the Group recognized right-of-use assets of ¥34,288 million and lease liabilities of ¥34,289 million, in both cases representing an increase of ¥34,220 million on the IAS 17 value. The difference of ¥1 million is due to the assets and liabilities accounted for as finance leases when applying IAS17 which now have been reclassified as leases without any amendment to their 31 March 2019 value.

The ongoing income statement impact is likely to be relatively immaterial and will involve operating lease rental costs being replaced with a depreciation charge on right-of-use assets and a finance charge on lease liabilities.

Repayments of capitalized lease balances will now be shown as financing cash flows, whereas previously these were shown as operating cash flows.

The difference between the lease liabilities recognized in the Group's balance sheet at the date of initial application of IFRS 16, and the operating lease commitments in accordance with IAS 17 as at 31 March 2019 which were disclosed in the Group's FY2019 consolidated financial statements, are as follows:

| | ¥ million |
|---|---|
| IAS 17 Operating lease commitments as at 31 March 2019, as disclosed in the Group's FY2019 consolidated financial statements | 29,884 |
| Effect of discounting using the Group's weighted-average incremental borrowing rate (4.3%) as at 1 April 2019 | (4,743) |
| IAS 17 Operating lease commitments as at 31 March 2019, discounted using the Group's weighted-average incremental borrowing rate (4.3%) | 25,141 |
| IAS 17 finance lease liabilities as at 31 March 2019 | 69 |
| Leases excluded from IAS 17 disclosures due to cancellation clauses in the underlying lease agreements and new leases identified during IFRS 16 implementation, less short-term and low-value leases excluded from IFRS 16 lease liability | 9,079 |
| Lease liabilities recognized in the Group's balance sheet at 1 April 2019 | 34,289 |

The value of finance lease liabilities recognized on adoption of IFRS16 as at 1 April 2019, is greater than the Group's previous estimation as disclosed in its FY2019 consolidated financial statements, due to the identification of additional leases after the date of publication of those financial statements.

**Adoption of IFRIC 23 "Uncertainty over Income Tax Treatments"**

IFRIC 23 "Uncertainty over Income Tax Treatments" clarifies the recognition and measurement guidance contained within IAS 12 "Income Taxes" with respect to uncertain tax treatments. An uncertain tax treatment is any tax treatment, applied in local tax filings, where there is uncertainty whether the local tax authority will accept that tax treatment according to local laws. This new interpretation is effective from the Group's financial period commencing 1 April 2019. The Group has adopted this new interpretation retrospectively with the cumulative effect of initial application recognized in the opening balance sheet on 1 April 2019. The values for the comparative period do not include the impact of adopting this new interpretation and are as previously reported.

The adoption of IFRIC 23 has caused the Group to decrease its deferred tax assets by ¥1,191 million, decrease its deferred tax liability by ¥68 million, increase its trade and other payables by ¥1,780 million and decrease its retained earnings by ¥2,903 million for uncertain tax positions at 1 April 2019. The ongoing income statement impact is not expected to be material.

## 3. Consolidated financial statements and their notes

### (1) (a) Condensed quarterly consolidated income statement

¥ millions

| | Note | **1st Quarter For the period 1 April to 30 June 2019** | 1st Quarter For the period 1 April to 30 June 2018 |
|---|---|---|---|
| **Revenue** | (6)-(a) | **147,066** | 158,414 |
| Cost of sales | | **(108,482)** | (116,145) |
| **Gross profit** | | **38,584** | 42,269 |
| Other income | | **514** | 652 |
| Distribution costs | | **(12,976)** | (14,530) |
| Administrative expenses | | **(15,830)** | (16,912) |
| Other expenses | | **(1,475)** | (1,789) |
| **Operating profit** | (6)-(a) | **8,817** | 9,690 |
| Exceptional items | (6)-(b) | **(629)** | 2,356 |
| **Operating profit after exceptional items** | | **8,188** | 12,046 |
| Finance income | (6)-(c) | **624** | 953 |
| Finance expenses | (6)-(c) | **(4,097)** | (4,108) |
| Share of post-tax profit of joint ventures and associates accounted for using the equity method | | **479** | 456 |
| **Profit before taxation** | | **5,194** | 9,347 |
| Taxation | (6)-(d) | **(2,139)** | (3,330) |
| **Profit for the period** | | **3,055** | 6,017 |
| **Profit attributable to non-controlling interests** | | **164** | 601 |
| **Profit attributable to owners of the parent** | | **2,891** | 5,416 |
| | | **3,055** | 6,017 |
| **Earnings per share attributable to owners of the parent** | (6)-(e) | | |
| Basic | | **18.55** | 53.79 |
| Diluted | | **18.42** | 34.07 |

## (1) (b) Condensed quarterly consolidated statement of comprehensive income

¥ millions

| | Note | **1st Quarter For the period 1 April to 30 June 2019** | 1st Quarter For the period 1 April to 30 June 2018 |
|---|---|---|---|
| **Profit for the period** | | **3,055** | 6,017 |
| **Other comprehensive income:** | | | |
| **Items that will not be reclassified to profit or loss:** | | | |
| Re-measurement of retirement benefit obligations (net of taxation) | | **(70)** | (735) |
| Revaluation of Assets held at Fair Value through Other Comprehensive Income – equity investments (net of taxation) | | **(971)** | (2,519) |
| Sub-total | | **(1,041)** | (3,254) |
| **Items that may be reclassified subsequently to profit or loss:** | | | |
| Foreign currency translation adjustments | | **(7,051)** | (8,967) |
| Revaluation of Assets held at Fair Value through Other Comprehensive Income – other investments (net of taxation) | | **20** | (4) |
| Cash flow hedges: | | | |
| - fair value gains, net of taxation | | **(974)** | 1,408 |
| Hyperinflation adjustment | (6)-(j) | **1,095** | - |
| Sub-total | | **(6,910)** | (7,563) |
| **Total other comprehensive income for the period, net of taxation** | | **(7,951)** | (10,817) |
| **Total comprehensive income for the period** | | **(4,896)** | (4,800) |
| **Attributable to non-controlling interests** | | **487** | (191) |
| **Attributable to owners of the parent** | | **(5,383)** | (4,609) |
| | | **(4,896)** | (4,800) |

## (2) Condensed quarterly consolidated balance sheet

¥ millions

| | **1st Quarter as at 30 June 2019** | FY 2019 as at 31 March 2019 |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | | |
| Goodwill | **105,850** | 107,349 |
| Intangible assets | **52,392** | 53,790 |
| Property, plant and equipment | **283,544** | 241,506 |
| Investment property | **364** | 371 |
| Investments accounted for using the equity method | **18,633** | 18,294 |
| Retirement benefit asset | **26,344** | 27,557 |
| Contract assets | **679** | 1,047 |
| Trade and other receivables | **12,687** | 14,888 |
| Financial assets: | | |
| - Assets held at Fair Value through Other Comprehensive Income | **17,062** | 18,640 |
| - Derivative financial instruments | **298** | 435 |
| Deferred tax assets | **30,337** | 32,411 |
| | **548,190** | 516,288 |
| **Current assets** | | |
| Inventories | **124,423** | 119,645 |
| Contract assets | **2,880** | 1,645 |
| Trade and other receivables | **65,694** | 65,715 |
| Financial assets: | | |
| - Derivative financial instruments | **613** | 966 |
| Cash and cash equivalents | **39,687** | 52,406 |
| | **233,297** | 240,377 |
| Assets held for sale | **2,592** | 5,204 |
| | **235,889** | 245,581 |
| **Total assets** | **784,079** | 761,869 |

**(2) Condensed quarterly consolidated balance sheet** continued

¥ millions

| | **1st Quarter as at 30 June 2019** | FY 2019 as at 31 March 2019 |
|---|---|---|
| **LIABILITIES AND EQUITY** | | |
| **Current liabilities** | | |
| Financial liabilities: | | |
| - Borrowings | **60,725** | 41,054 |
| - Derivative financial instruments | **1,438** | 1,132 |
| Trade and other payables | **115,700** | 130,509 |
| Contract liabilities | **3,688** | 3,780 |
| Provisions | **13,406** | 13,880 |
| Deferred income | **928** | 1,191 |
| | **195,885** | 191,546 |
| Liabilities related to assets held for sale | **397** | 1,432 |
| | **196,282** | 192,978 |
| **Non-current liabilities** | | |
| Financial liabilities: | | |
| - Borrowings | **365,783** | 328,598 |
| - Derivative financial instruments | **963** | 724 |
| Trade and other payables | **3,335** | 2,889 |
| Contract liabilities | **422** | 590 |
| Deferred tax liabilities | **18,358** | 18,469 |
| Retirement benefit obligations | **64,327** | 66,177 |
| Provisions | **14,413** | 14,184 |
| Deferred income | **4,317** | 4,754 |
| | **471,918** | 436,385 |
| **Total liabilities** | **668,200** | 629,363 |
| **Equity** | | |
| **Capital and reserves attributable to the Company's equity shareholders** | | |
| Called up share capital | **116,589** | 116,588 |
| Capital surplus | **155,204** | 160,953 |
| Retained earnings | **(43,444)** | (40,530) |
| Retained earnings (Translation adjustment at the IFRS transition date) | **(68,048)** | (68,048) |
| Other reserves | **(54,075)** | (45,203) |
| **Total shareholders' equity** | **106,226** | 123,760 |
| **Non-controlling interests** | **9,653** | 8,746 |
| **Total equity** | **115,879** | 132,506 |
| **Total liabilities and equity** | **784,079** | 761,869 |

## (3) Condensed quarterly consolidated statement of changes in equity

¥ millions

| **1st Quarter FY 2020** | Called up share capital | Capital surplus | Retained earnings | Retained earnings (Translation on adjustment at the IFRS translation date) | Other reserves | **Total share holders' equity** | Non-controlling interests | **Total equity** |
|---|---|---|---|---|---|---|---|---|
| At 1 April 2019 | 116,588 | 160,953 | (40,530) | (68,048) | (45,203) | **123,760** | 8,746 | **132,506** |
| Adoption of new standards | - | - | (3,576) | - | - | **(3,576)** | - | **(3,576)** |
| At 1 April 2019 (after adjustment) | 116,588 | 160,953 | (44,106) | (68,048) | (45,203) | **120,184** | 8,746 | **128,930** |
| Total Comprehensive Income | - | - | 3,487 | - | (8,870) | **(5,383)** | 487 | **(4,896)** |
| Dividends paid | - | - | (2,822) | - | - | **(2,822)** | (161) | **(2,983)** |
| Stock options | 1 | 1 | - | - | (1) | **1** | - | **1** |
| Purchase of treasury stock | - | - | - | - | (5,751) | **(5,751)** | - | **(5,751)** |
| Retirement of treasury stock | - | (5,750) | - | - | 5,750 | **-** | - | **-** |
| Equity transaction with non-controlling interests | - | - | (3) | - | - | **(3)** | 581 | **578** |
| **At 30 June 2019** | **116,589** | **155,204** | **(43,444)** | **(68,048)** | **(54,075)** | **106,226** | **9,653** | **115,879** |

¥ millions

| **1st Quarter FY 2019** | Called up share capital | Capital surplus | Retained earnings | Retained earnings (Translation on adjustment at the IFRS translation date) | Other reserves | **Total share holders' equity** | Non-controlling interests | **Total equity** |
|---|---|---|---|---|---|---|---|---|
| At 1 April 2018 | 116,546 | 166,661 | (51,350) | (68,048) | (28,617) | **135,192** | 8,523 | **143,715** |
| Total Comprehensive Income | - | - | 4,681 | - | (9,290) | **(4,609)** | (191) | **(4,800)** |
| Dividends paid | - | - | (3,609) | - | - | **(3,609)** | (246) | **(3,855)** |
| Stock options | 6 | 7 | - | - | (13) | **-** | - | **-** |
| Purchase of treasury stock | - | - | - | - | (1) | **(1)** | - | **(1)** |
| **At 30 June 2018** | **116,552** | **166,668** | **(50,278)** | **(68,048)** | **(37,921)** | **126,973** | **8,086** | **135,059** |

## (4) Condensed quarterly consolidated statement of cash flow

¥ millions

| | Note | **1st Quarter For the period 1 April to 30 June 2019** | 1st Quarter For the period 1 April to 30 June 2018 |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Cash flows generated from operations | (6)-(h) | **(4,846)** | 486 |
| Interest paid | | **(2,433)** | (2,286) |
| Interest received | | **411** | 930 |
| Tax paid | | **(3,233)** | (3,181) |
| **Net cash outflows from operating activities** | | **(10,101)** | (4,051) |
| **Cash flows from investing activities** | | | |
| Dividends received from joint ventures and associates | | **30** | 303 |
| Proceeds on disposal of subsidiaries | | **1,950** | - |
| Decrease in cash and cash equivalents resulting from change in scope of consolidation | | **(129)** | - |
| Purchases of property, plant and equipment | | **(19,131)** | (6,397) |
| Proceeds on disposal of property, plant and equipment | | **8** | 54 |
| Purchases of intangible assets | | **(285)** | (386) |
| Proceeds on disposal of intangible assets | | **3** | - |
| Purchase of assets held at FVOCI | | **(3)** | (3) |
| Loans advanced to joint ventures, associates and third parties | | **(222)** | (161) |
| Loans repaid from joint ventures, associates and third parties | | **292** | 3 |
| Others | | **810** | 1 |
| **Net cash outflows from investing activities** | | **(16,677)** | (6,586) |
| **Cash flows from financing activities** | | | |
| Dividends paid to owners of the parent | | **(2,747)** | (3,351) |
| Dividends paid to non-controlling interests | | **(156)** | (236) |
| Repayment of borrowings | | **(4,861)** | (48,669) |
| Proceeds from borrowings | | **27,724** | 53,000 |
| Purchase of treasury stock | | **(5,751)** | (1) |
| Others | | **589** | - |
| **Net cash inflows from financing activities** | | **14,798** | 743 |
| **Decrease in cash and cash equivalents (net of bank overdrafts)** | | **(11,980)** | (9,894) |
| **Cash and cash equivalents (net of bank overdrafts) at beginning of period** | (6)-(i) | **50,292** | 62,799 |
| Effect of foreign exchange rate changes | | **(1,103)** | (1,896) |
| Hyperinflation adjustment | (6)-(j) | **363** | - |
| **Cash and cash equivalents (net of bank overdrafts) at end of period** | (6)-(i) | **37,572** | 51,009 |

### (5) Notes regarding going concern

There were no issues or events arising during the period, which negatively affect the ability of the Group to continue as a going concern.

### (6) Notes to the condensed quarterly consolidated financial statements

### (a) Segmental information

The Group is organized on a worldwide basis into the following principal business segments.

Architectural, includes the manufacture and sale of flat glass and various interior and exterior glazing products within the commercial and residential markets. It also includes glass for Solar Energy sector.

Automotive, supplies a wide range of automotive glazing for new vehicles and for replacement markets.

Technical Glass comprises several discrete businesses, including the manufacture and sale of very thin glass used as cover glass for displays, lenses and light guides for printers, as well as glass fiber products, such as battery separators and glass components for engine timing belts.

Other operations include head office and other central costs, consolidation adjustments and other non-core activities.

External revenue is disaggregated into three categories; Europe, Asia which includes Japan, and Americas which comprises of North and South Americas.

The Group's revenues comprise sales of glass recognized at a point in time and sales of services recognized over time. Sales of services recognized over time are immaterial and are therefore not disclosed separately at interim periods.

**(a) Segmental information** continued

The segmental results for the first quarter to 30 June 2019 were as follows:

¥ millions

| **1st Quarter FY 2020 For the period 1 April 2019 to 30 June 2019** | **Architectural** | **Automotive** | **Technical Glass** | **Other Operations** | **Total** |
|---|---|---|---|---|---|
| **Total revenue** | **64,035** | **77,336** | **11,255** | **1,104** | **153,730** |
| Inter-segmental revenue | **(4,136)** | **(511)** | **(1,150)** | **(867)** | **(6,664)** |
| External revenue | **59,899** | **76,825** | **10,105** | **237** | **147,066** |
| *Disaggregation of external revenue by geographical regions:* | | | | | |
| *Europe* | ***23,234*** | ***33,488*** | ***1,683*** | ***61*** | ***58,466*** |
| *Asia* | ***22,424*** | ***17,411*** | ***8,022*** | ***176*** | ***48,033*** |
| *Americas* | ***14,241*** | ***25,926*** | ***400*** | ***-*** | ***40,567*** |
| Trading profit | **5,715** | **3,984** | **1,842** | **(2,253)** | **9,288** |
| Amortization arising from the acquisition of Pilkington plc | **-** | **-** | **-** | **(471)** | **(471)** |
| Operating profit | **5,715** | **3,984** | **1,842** | **(2,724)** | **8,817** |
| Exceptional items | **(699)** | **(816)** | **971** | **(85)** | **(629)** |
| Operating profit after exceptional items | | | | | **8,188** |
| Finance costs – net | | | | | **(3,473)** |
| Share of post-tax profit from joint ventures and associates | | | | | **479** |
| Profit before taxation | | | | | **5,194** |
| Taxation | | | | | **(2,139)** |
| **Profit for the period from continuing operations** | | | | | **3,055** |

**(a) Segmental information** continued

The segmental results for the 1st quarter to 30 June 2018 were as follows:

¥ millions

| **1st Quarter FY 2019 For the period 1 April 2018 to 30 June 2018** | **Architectural** | **Automotive** | **Technical Glass** | **Other Operations** | **Total** |
|---|---|---|---|---|---|
| **Total revenue** | 65,865 | 84,765 | 12,411 | 1,149 | 164,190 |
| Inter-segmental revenue | (4,496) | (476) | (13) | (791) | (5,776) |
| External revenue | 61,369 | 84,289 | 12,398 | 358 | 158,414 |
| *Disaggregation of external revenue by geographical regions:* | | | | | |
| *Europe* | *24,992* | *40,307* | *2,131* | *215* | *67,645* |
| *Asia* | *21,118* | *16,720* | *9,863* | *143* | *47,844* |
| *Americas* | *15,259* | *27,262* | *404* | *-* | *42,925* |
| Trading profit | 5,323 | 4,855 | 1,847 | (1,837) | 10,188 |
| Amortization arising from the acquisition of Pilkington plc | - | - | - | (498) | (498) |
| Operating profit | 5,323 | 4,855 | 1,847 | (2,335) | 9,690 |
| Exceptional items | (118) | (86) | 2,643 | (83) | 2,356 |
| Operating profit after exceptional items | | | | | 12,046 |
| Finance costs – net | | | | | (3,155) |
| Share of post-tax profit from joint ventures and associates | | | | | 456 |
| Profit before taxation | | | | | 9,347 |
| Taxation | | | | | (3,330) |
| **Profit for the period from continuing operations** | | | | | 6,017 |

The segmental assets at 30 June 2019 and capital expenditure for the first quarter ended 30 June 2019 were as follows:

¥ millions

| | **Architectural** | **Automotive** | **Technical Glass** | **Other Operations** | **Total** |
|---|---|---|---|---|---|
| Net trading assets | **156,821** | **167,359** | **35,062** | **10,278** | **369,520** |
| Capital expenditure (including intangibles) | **6,821** | **2,385** | **170** | **8,803** | **18,179** |

The segmental assets at 30 June 2018 and capital expenditure for the first quarter ended 30 June 2018 were as follows:

¥ millions

| | **Architectural** | **Automotive** | **Technical Glass** | **Other Operations** | **Total** |
|---|---|---|---|---|---|
| Net trading assets | 144,019 | 140,437 | 34,499 | 7,770 | 326,725 |
| Capital expenditure (including intangibles) | 1,745 | 2,076 | 118 | 93 | 4,032 |

Net trading assets consist of property, plant and equipment, investment property, intangible assets excluding those arising from a business combination, inventories, trade and other receivables and trade and other payables, contract assets and liabilities.

Capital expenditure comprises additions to property, plant and equipment and intangible assets.

## (b) Exceptional items

¥ millions

| | **1st Quarter For the period 1 April to 30 June 2019** | 1st Quarter For the period 1 April to 30 June 2018 |
|---|---|---|
| **Exceptional items (gains):** | | |
| Gain on disposal of subsidiary | **973** | - |
| Reversal of impairment of non-current assets | **-** | 2,686 |
| | **973** | 2,686 |
| **Exceptional items (losses):** | | |
| Restructuring costs, including employee termination payments | **(800)** | (196) |
| Suspension of facilities | **(511)** | - |
| Impairment of non-current assets | **(175)** | (67) |
| Settlement of litigation matters | **(116)** | (67) |
| | **(1,602)** | (330) |
| | **(629)** | 2,356 |

The gain on disposal of a subsidiary relates to the sale of Nippon Sheet Glass Environment Amenity Co., Limited, a subsidiary operating within the Technical Glass business.

The prior year reversal of impairment of non-current assets related to a float line in Vietnam. This line was previously mothballed after being impaired during the year to 31 March 2016. The Group is in the process of converting this line from its former status as thin-glass line into a solar-energy line.

Restructuring costs principally include the cost of compensating redundant employees for the termination of their contracts of employment. In both the current and previous years, the costs relate to several relatively minor projects in various locations. The current year cost also includes the cost of maintaining idle facilities, principally in Automotive Europe.

The suspension of facilities mainly relates to a short-term suspension of the Group's Architectural facility in Laurinburg, U.S.A., due to a power failure in the local area.

The current year impairment of non-current assets relates to assets in Architectural Japan.

The previous year impairment of non-current assets related to assets in Architectural Europe.

The settlement of litigation matters relates to legal claims arising as a result of transactions that were previously recorded as exceptional items.

### (c) Finance income and expenses

¥ millions

| | Note | **1st Quarter For the period 1 April to 30 June 2019** | 1st Quarter For the period 1 April to 30 June 2018 |
|---|---|---|---|
| **Finance income** | | | |
| Interest income | | **268** | 950 |
| Foreign exchange transaction gains | | **356** | 3 |
| | | **624** | 953 |
| **Finance expenses** | | | |
| Interest expense: | | | |
| - bank and other borrowings | | **(3,293)** | (3,836) |
| Dividend on non-equity preference shares due to minority shareholders | | **(62)** | (66) |
| Foreign exchange transaction losses | | **(291)** | (11) |
| | | **(3,646)** | (3,913) |
| Unwinding discounts on provisions | | **(51)** | (51) |
| Retirement benefit obligations | | | |
| - net finance charge | | **(105)** | (144) |
| Loss on net monetary position | 6-(j) | **(295)** | - |
| | | **(4,097)** | (4,108) |

### (d) Taxation

The tax charge on the profit before taxation, excluding the Group's share of net results of joint ventures and associates, is a rate of 45.4 percent in the first quarter to 30 June 2019 (30 June 2018 - a rate of 37.5 percent). The tax charge for the quarter is based on the estimated effective rate for the year to 31 March 2020.

## (e) Earnings per share

### (i) Basic

Basic earnings per share is calculated by dividing the profit attributable to owners of the parent, after deducting dividends and redemption premium paid to holders of Class A shares, by the weighted average number of ordinary shares in issue during the year. The dividends related to Class A shares are calculated by the dividend rate defined in the terms and conditions of the shares. The weighted average number of ordinary shares excludes ordinary shares purchased by the company and held as treasury shares.

| | **Quarter ended 30 June 2019** | Quarter ended 30 June 2018 |
|---|---|---|
| | ¥ millions | ¥ millions |
| Profit attributable to owners of the parent | **2,891** | 5,416 |
| Adjustment for; | | |
| - Dividends on Class A shares | **(461)** | (549) |
| - Redemption premium paid on Class A shares | **(750)** | - |
| Profit used to determine basic earnings per share | **1,680** | 4,867 |
| | Thousands | Thousands |
| Weighted average number to ordinary shares in issue | **90,577** | 90,476 |
| | ¥ | ¥ |
| **Basic earnings per share** | **18.55** | 53.79 |

### (ii) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares, following the exercise of share options and exercise of put options, attached to Class A shares, for which the consideration is common shares. As for share options, a calculation is performed to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Company's shares) based on the monetary value of the subscription rights attached to the outstanding share options. The number of shares calculated as above is deducted from the number of shares that would have been issued assuming the exercise of the share options. As for Class A shares, a calculation is performed to determine the number of shares that would have been issued, assuming a conversion to common shares that is most advantageous for holders of the class shares. Conversion of Class A shares to common shares is reflected in the diluted earnings per share, using the factor applied to the case where the put options are exercised from 1 July 2022 onward, if the conversion has dilutive effect.

| | **Quarter ended 30 June 2019** | Quarter ended 30 June 2018 |
|---|---|---|
| | ¥ millions | ¥ millions |
| Earnings | | |
| Profit attributable to owners of the parent | **2,891** | 5,416 |
| Adjustment for; | | |
| - Dividends on Class A shares | **(461)** | - |
| - Redemption premium paid on Class A shares | **(750)** | - |
| Profit used to determine diluted earnings per share | **1,680** | 5,416 |
| | Thousands | Thousands |
| Weighted average number to ordinary shares in issue | **90,577** | 90,476 |
| Adjustment for: | | |
| - Share options | **635** | 925 |
| - Class A shares | **-** | 67,572 |
| Weighted average number of ordinary shares for diluted earnings per share | **91,212** | 158,973 |
| | ¥ | ¥ |
| **Diluted earnings per share** | **18.42** | 34.07 |

As at 30 June 2019, there are 52,225 thousand shares of Class A shares that are anti-dilutive, which are not included in the calculation of diluted earnings per share. There were no anti-dilutive shares as at 30 June 2018.

## (f) Dividends

| | **Quarter ended 30 June 2019** | Quarter ended 30 June 2018 |
|---|---|---|
| | ¥ millions | ¥ millions |
| **Dividends on ordinary shares declared and paid during the period:** | | |
| Final dividend for the year ended 31 March 2019 ¥ 20 per share (2018: ¥ 20 per share) | **1,811** | 1,809 |
| **Dividends on Class A shares declared and paid during the period:** | | |
| Final dividend for the year ended 31 March 2019 ¥ 27,424.70 per share (2018: ¥ 45,000 per share) | **960** | 1,800 |
| The daily pro-rated preferred dividend for the partial acquisition during FY2020 ¥10,068.30 per share (2018: ¥0 per share) | **50** | - |

## (g) Exchange rates

The principal exchange rates used for the translation of foreign currencies were as follows:

| | **1st Quarter FY20 30 June 2019** | | Year ended 31 March 2019 | | 1st Quarter FY19 30 June 2018 | |
|---|---|---|---|---|---|---|
| | **Average** | **Closing** | Average | Closing | Average | Closing |
| GBP | **141** | **137** | 146 | 144 | 149 | 145 |
| US dollar | **109** | **108** | 111 | 111 | 110 | 111 |
| Euro | **124** | **123** | 129 | 124 | 131 | 128 |
| Argentine peso | **-** | **2.53** | - | 2.53 | 4.70 | 3.94 |

## (h) Cash flows generated from operations

¥ millions

| | **1st Quarter for the period 1 April 2019 to 30 June 2019** ¥ millions | 1st Quarter for the period 1 April 2018 to 30 June 2018 ¥ millions |
|---|---|---|
| Profit for the period from continuing operations | **3,055** | 6,017 |
| Adjustments for: | | |
| Taxation | **2,139** | 3,330 |
| Depreciation | **7,784** | 6,096 |
| Amortization | **908** | 934 |
| Impairment | **555** | 99 |
| Reversal of impairments | **-** | (2,659) |
| Gain on sale of property, plant and equipment | **6** | 30 |
| Gain on sale of a subsidiary | **(973)** | - |
| Grants and deferred income | **(643)** | (72) |
| Finance income | **(624)** | (953) |
| Finance expenses | **4,097** | 4,108 |
| Share of profit from joint ventures and associates | **(479)** | (456) |
| Other items | **(289)** | (344) |
| **Operating cash flows before movement in provisions and working capital** | **15,536** | 16,130 |
| Decrease in provisions and retirement benefit obligations | **(958)** | (2,657) |
| Changes in working capital: | | |
| - inventories | **(6,351)** | (2,723) |
| - trade and other receivables | **(5,264)** | (7,070) |
| - trade and other payables | **(6,647)** | (4,295) |
| - contract balances | **(1,162)** | 1,101 |
| Net change in working capital | **(19,424)** | (12,987) |
| **Cash flows generated from operations** | **(4,846)** | 486 |

### (i) Cash and cash equivalents

¥ millions

| | **As of 31 March 2019** | As at 31 March 2018 |
|---|---|---|
| Cash and cash equivalents | **52,406** | 64,801 |
| Bank overdrafts | **(2,114)** | (2,002) |
| | **50,292** | 62,799 |

¥ millions

| | **As of 30 June 2019** | As of 30 June 2018 |
|---|---|---|
| Cash and cash equivalents | **39,687** | 53,243 |
| Bank overdrafts | **(2,115)** | (2,234) |
| | **37,572** | 51,009 |

### (j) Hyperinflationary accounting adjustments

As from Q2 FY2019, the wholesale price index in Argentina indicated that cumulative 3-year inflation had exceeded 100 percent. Consequently, the Group has concluded that its subsidiaries in Argentina, each of which has the Argentine Peso as a functional currency, are currently operating in a hyperinflationary environment. The Group has therefore applied accounting adjustments to the underlying financial results and position of its subsidiaries in Argentina as required by IAS 29 'Financial Reporting in Hyperinflationary Economies'.

As required by IAS 29, the Group's consolidated financial statements will include the results and financial position of its Argentinian subsidiaries, restated in terms of the measuring unit current at the period end date.

For the restatement of results and financial positions of its Argentinian subsidiaries, the Group will apply the conversion coefficient derived from the Internal Wholesales Price Index (IPIM) published by Instituto Nacional de Estadística y Censos de la República Argentina (INDEC). IPIM and corresponding conversion coefficients from June 2006 are presented below.

| Balance sheet date | Internal Wholesales Price Index (IPIM) (30 June 2006 = 100) | Conversion coefficient |
|---|---|---|
| 30 June 2006 | 100.0 | 10.752 |
| 31 March 2007 | 103.9 | 10.352 |
| 31 March 2008 | 120.2 | 8.944 |
| 31 March 2009 | 128.7 | 8.354 |
| 31 March 2010 | 146.5 | 7.339 |
| 31 March 2011 | 165.5 | 6.497 |
| 31 March 2012 | 186.7 | 5.758 |
| 31 March 2013 | 211.1 | 5.092 |
| 31 March 2014 | 265.6 | 4.048 |
| 31 March 2015 | 305.7 | 3.517 |
| 31 March 2016 | 390.6 | 2.752 |
| 31 March 2017 | 467.2 | 2.301 |
| 31 March 2018 | 596.1 | 1.804 |
| 31 March 2019 | 970.9 | 1.107 |
| 30 April 2019 | 1,012.9 | 1.061 |
| 31 May 2019 | 1,043.9 | 1.030 |
| 30 June 2019 | 1,075.2 | 1.000 |

**(j) Hyperinflationary accounting adjustments** continued

The Group's subsidiaries in Argentina will restate their non-monetary items held at historical cost, namely property, plant and equipment, by applying the conversion coefficient based on when the items were initially recognized. Monetary items and non-monetary items held at current cost will not be restated, as they are expressed in terms of the measuring unit current at the period end date. The effect of inflation on the net monetary position of the Group's Argentinian subsidiaries is presented in the finance expenses section of the income statement.

The Argentinian subsidiaries' income statement and cash flow statement will also be restated, applying the conversion coefficient for the current financial year as shown in the above table.

For the purpose of consolidation, the results and financial position of the Group's Argentinian subsidiaries are translated using the closing exchange rates at the period end date. Comparative financial statements are not restated based on IAS 21 'The Effects of Changes in Foreign Exchange Rates' para 42(b).

### (7) Significant subsequent events

There were no significant subsequent events.