



December 23, 2022

Corporate Name: AGC Inc.
 President & CEO: Yoshinori Hirai
 (Code Number: 5201; TSE Prime Market)
 Contact: Chikako Ogawa, General Manager,
 Corporate Communications & Investor Relations Division
 (Tel: +81-3-3218-5603)

Notice regarding Transfer of AGC Flat Glass (Dalian) Inc.

AGC Inc. hereby announces that it has reached an agreement with Shanghai Yaohua Pilkington Glass Group Co. Ltd. (SYP Group) to transfer its ownership stake in AGC Flat Glass (Dalian) Inc. to SYP Group. Details are shown below.

1. Reasons for the transfer

Under the medium-term management plan **AGC plus-2023** announced in February 2021, AGC designated the improvement of the profitability and asset efficiency of its architectural glass business as one of the AGC Group's priority issues and has undertaken a variety of initiatives in this regard.

As part of this process, AGC has decided to transfer its ownership stake in AGC Flat Glass (Dalian) Inc., which manufactures and sells glass for architectural, automotive, and industrial use. AGC determined that transferring the business to SYP Group, which has strong sales capabilities and a solid business base in China, would lead to further business development.

2. Transfer price

Transfer price: 305 million RMB (approx. 5.8 billion yen)

(Note) The above transfer price does not include an expected approx. 200 million yen in advisory and other miscellaneous expenses.

This transfer price is a projected price, and the final transfer price will be the transfer price adjusted for changes in net assets up to the time of closing.

3. Overview of subsidiary (AGC Flat Glass (Dalian) Inc.) to be transferred

(1)	Name	AGC Flat Glass (Dalian) Inc.	
(2)	Location	No.5 West Tieshan Road Development Zone Dalian	
(3)	Name and title of representative(s)	Hiroshi Ando, Chairman (Zhao Bin, General Manager)	
(4)	Business description	Manufacture and sale of various types of float glass for architectural, automotive, and industrial use	
(5)	Capital	134.7 million USD (17.8 billion yen)	
(6)	Date of establishment	December 1992	
(7)	Major shareholders and their shareholding ratios	AGC Inc. 100%	
(8)	Relationships between the listed company and the subject company	Capital ties	The subject company is a 100% owned consolidated subsidiary of AGC Inc.
		Personnel ties	Four AGC Inc. employees serve as directors of the company.
		Business relations	The company manufactures and sells AGC's products.
(9)	Financial position and business results of the subject company for the past three years		

Fiscal year	Fiscal year ended December 31, 2019	Fiscal year ended December 31, 2020	Fiscal year ended December 31, 2021
Net assets	155 million RMB (2.9 billion yen)	158 million RMB (3.0 billion yen)	183 million RMB (3.5 billion yen)
Total assets	374 million RMB (7.1 billion yen)	466 million RMB (8.9 billion yen)	410 million RMB (7.8 billion yen)
Net sales	411 million RMB (7.8 billion yen)	435 million RMB (8.2 billion yen)	472 million RMB (9.0 billion yen)
Operating income	-137 million RMB (-2.6 billion yen)	3 million RMB (60 million yen)	25 million RMB (500 million yen)
Net income	-55 million RMB (-1.0 billion yen)	3 million RMB (60 million yen)	25 million RMB (500 million yen)

4. Profile of the counterparty to the share transfer

(1) Name	Shanghai Yaohua Pilkington Glass Group Co. Ltd.	
(2) Location	Building 4-5, 1388 Zhangdong Road, Pudong New Area, Shanghai, China	
(3) Name and title of representative(s)	Yin Jun, Chairman (Sha Haixiang, President)	
(4) Business description	Manufacture and sale of various types of float glass for architectural and automotive use	
(5) Date of establishment	November 23, 1993	
(6) Net assets	4,456 million RMB (84.7 billion yen) *As of December 31, 2021	
(7) Total assets	7,183 million RMB (136.5 billion yen) *As of December 31, 2021	
(8) Major shareholders and their shareholding ratios	Shanghai Building Materials (Group) Co., Ltd. (30.83%), China Composites Group Co., Ltd. (12.74%), NSG UK (13.26%)	
(9) Relationship between the parties	Capital ties	Not applicable
	Personnel ties	Not applicable
	Business relations	Not applicable
	Status as a related party	Not applicable

5. Transferred ownership and ownership before and after transfer

(1) Ownership ratio before transfer	100 %
(2) Transferred ownership ratio	100 %
(3) Ownership ratio after transfer	0 %

6. Schedule

(1) Date of contract	December 23, 2022
(2) Date of business transfer	April 3, 2023 (planned)

7. Impact on business results

8. The impact of this transaction on AGC's consolidated business results will be minimal. Other income will be recorded in the consolidated financial results for the second quarter of the fiscal year ending December 31, 2023.