

O-I Glass, Inc.
Condensed Consolidating Results of Operations
(Dollars in millions, except per share amounts)

Unaudited	Three Months Ended December 31						Year Ended December 31					
	2021			2020			2021			2020		
	O-I Group	Non O-I Group	O-I Glass	O-I Group	Non O-I Group	O-I Glass	O-I Group	Non O-I Group	O-I Glass	O-I Group	Non O-I Group	O-I Glass
Net sales	\$ 1,588	\$ -	\$ 1,588	\$ 1,497	\$ -	\$ 1,497	\$ 6,357	\$ -	\$ 6,357	\$ 6,091	\$ -	\$ 6,091
Cost of goods sold	(1,350)	-	(1,350)	(1,232)	-	(1,232)	(5,266)	-	(5,266)	(5,119)	-	(5,119)
Gross profit	238	-	238	265	-	265	1,091	-	1,091	972	-	972
Selling and administrative expense	(108)	-	(108)	(95)	-	(95)	(433)	-	(433)	(403)	-	(403)
Research, development and engineering expense	(25)	-	(25)	(30)	-	(30)	(82)	-	(82)	(75)	-	(75)
Interest expense, net	(64)	-	(64)	(53)	-	(53)	(216)	-	(216)	(265)	-	(265)
Equity earnings (losses)	26	-	26	(11)	-	(11)	90	-	90	37	-	37
Other income (expense), net (incl. goodwill impairment) (a)	4	-	4	(62)	-	(62)	36	(154)	(118)	101	(14)	87
Earnings (loss) from continuing operations before income taxes	71	-	71	14	-	14	486	(154)	332	367	(14)	353
Provision for income taxes	(23)	-	(23)	(39)	-	(39)	(167)	-	(167)	(89)	-	(89)
Earnings (loss) from continuing operations	48	-	48	(25)	-	(25)	319	(154)	165	278	(14)	264
Gain (Loss) from discontinued operations	-	-	-	-	-	-	7	-	7	-	-	-
Net earnings (loss)	48	-	48	(25)	-	(25)	326	(154)	172	278	(14)	264
Net earnings attributable to noncontrolling interests	(5)	-	(5)	(4)	-	(4)	(23)	-	(23)	(15)	-	(15)
Net earnings (loss) attributable to the Company	\$ 43	\$ -	\$ 43	\$ (29)	\$ -	\$ (29)	\$ 303	\$ (154)	\$ 149	\$ 263	\$ (14)	\$ 249

(a) On January 6, 2020 (the "Petition Date"), Paddock Enterprises, LLC ("Paddock") voluntarily filed for relief under Chapter 11 of the Bankruptcy Code in the U.S. Bankruptcy Court for the District of Delaware to equitably and finally resolve all of its current and future asbestos-related claims. Following the Chapter 11 filing, the activities of Paddock are now subject to review and oversight by the bankruptcy court. As a result, O-I Glass, Inc. ("O-I Glass") no longer has exclusive control over Paddock's activities during the bankruptcy proceedings.

On April 26, 2021, the Company announced that its subsidiary, Paddock Enterprises LLC ("Paddock"), had reached an agreement in principle to accept the terms of a mediator's proposal regarding a consensual plan of reorganization under the Bankruptcy Code. The agreement in principle provides for total consideration of \$610 million to fund a trust on the effective date of a plan of reorganization, subject to definitive documentation and satisfaction of certain conditions. The Company has recorded a charge of \$154 million related to its potential liability under the Paddock support agreement during the first fiscal quarter of 2021 primarily related to an increase to Paddock's asbestos reserve estimate in consideration for the channeling injunction to be included in Paddock's Plan protecting O-I Glass and its affiliates from Asbestos Claims. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2021.

Paddock was deconsolidated as of the Petition Date, and its assets and liabilities, which primarily included \$47 million of cash, the legacy asbestos-related liabilities, as well as certain other assets and liabilities, were derecognized from the O-I Glass's consolidated financial statements on a prospective basis. Simultaneously, O-I Glass recognized a liability related to the support agreement of \$471 million based on the accrual required under applicable accounting rules. Taken together, these transactions resulted in a loss of approximately \$14 million, which was reflected as a charge in the O-I Glass's first quarter 2020 operating results. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2021.

Explanatory note:

The purpose of these consolidating financial schedules is to comply with the reporting provisions of the indentures governing the senior notes issued by O-I Glass's wholly owned subsidiaries, Owens Brockway Glass Container Inc. and OI European Group B.V., for which Owens-Illinois Group, Inc. (O-I Group) is guarantor. Those provisions require O-I Group to furnish the consolidated financial statements of O-I Group's parent company, O-I Glass. In addition, those provisions indicate that if O-I Glass "holds assets or has material operations separate and apart from its ownership of OI Group, then OI Group or [O-I Glass] shall provide consolidating information, which need not be audited, that explains in reasonable detail the differences between the information relating to [O-I Glass] and its Subsidiaries, on the one hand, and the information relating to OI Group and its Subsidiaries on a standalone basis, on the other hand." These schedules provide this required information in columns for the periods and dates indicated:

O-I Group: includes the consolidated balances for O-I Group and its subsidiaries

Non O-I Group: includes the consolidated balances for O-I Glass and its subsidiaries

O-I Glass: includes the consolidated balances for O-I Glass and its subsidiaries includ

These consolidating financial schedules are unaudited but, in the opinion of management, reflect all adjustments necessary to present fairly such information for the periods and at the dates indicated. However, these schedules do not contain all information and footnotes normally contained in annual consolidated financial statements; accordingly, they should be read in conjunction with the Consolidated Financial Statements and notes thereto appearing in O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2021. Information presented in these schedules for periods and at dates prior to the Corporate Modernization (as described in O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2019) refers to Owens-Illinois, Inc.

O-I Glass, Inc.
Condensed Consolidating Balance Sheet
(Dollars in millions)

Unaudited	December 31, 2021			December 31, 2020		
	O-I Group	Non O-I Group	O-I Glass	O-I Group	Non O-I Group	O-I Glass
Assets						
Current assets:						
Cash and cash equivalents	\$ 725		\$ 725	\$ 563		\$ 563
Trade receivables, net	692		692	623		623
Inventories	816		816	841		841
Prepaid expenses and other current assets	237		237	270		270
Assets held for sale	49		49			
Total current assets	2,519	-	2,519	2,297	-	2,297
Property, plant and equipment, net	2,817		2,817	2,907		2,907
Goodwill	1,840		1,840	1,951		1,951
Intangibles, net	286		286	325		325
Other assets	1,370		1,370	1,402		1,402
Total assets	\$ 8,832	\$ -	\$ 8,832	\$ 8,882	\$ -	\$ 8,882
Liabilities and Share Owners' Equity						
Current liabilities:						
Accounts payable	\$ 1,210		\$ 1,210	\$ 1,126		\$ 1,126
Short-term loans and long-term debt due within one year	72		72	197		197
Other liabilities	551		551	575		575
Liabilities held for sale	13		13			
Total current liabilities	1,846	-	1,846	1,898	-	1,898
Long-term debt	4,753		4,753	4,945		4,945
Paddock Support Agreement (a)	-	625	625	-	471	471
Other long-term liabilities	781		781	1,167		1,167
Share owners' equity (b)	1,452	(625)	827	872	(471)	401
Total liabilities and share owners' equity	\$ 8,832	\$ -	\$ 8,832	\$ 8,882	\$ -	\$ 8,882

- (a) As part of the Corporate Modernization transactions, completed in December 2019, O-I Glass entered into a support agreement with Paddock that requires O-I Glass to provide funding to Paddock for all permitted uses, subject to the terms of the support agreement. O-I Glass recognized a liability related to the support agreement of \$471 million as of March 31, 2020. See Note 10 to O-I Glass's Quarterly Report on Form 10-Q for the quarterly period ended March 31, 2020.

On April 26, 2021, the Company announced that its subsidiary, Paddock Enterprises LLC ("Paddock"), had reached an agreement in principle to accept the terms of a mediator's proposal regarding a consensual plan of reorganization under the Bankruptcy Code. The agreement in principle provides for total consideration of \$610 million to fund a trust on the effective date of a plan of reorganization, subject to definitive documentation and satisfaction of certain conditions. In connection with the agreement in principle, the Company has recorded a charge of \$154 million related to its potential liability under the Paddock support agreement as a recognizable subsequent event in the Company's consolidated results of operations for the quarter ended March 31, 2021, primarily related to an increase to Paddock's asbestos reserve estimate in consideration for the channeling injunction to be included in Paddock's Plan protecting Company Protected Parties from Asbestos Claims, as well as certain other adjustments to Paddock's assets and liabilities, including estimated professional fees and expenses to be incurred in confirming and implementing the Plan. The Paddock support agreement liability of \$625 million recorded on the Company's December 31, 2021 consolidated balance sheet as required under applicable accounting standards is the Company's best estimate based on the facts and circumstances that exist at the Form 10-K filing date. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2021.

- (b) Share owners' equity includes net intercompany balances

O-I Glass, Inc.
Condensed Consolidating Cash Flow
(Dollars in millions)

Unaudited	Year Ended December 31, 2021			Year Ended December 31, 2020		
	O-I Group	Non O-I Group	O-I Glass	O-I Group	Non O-I Group	O-I Glass
Cash flows from operating activities:						
Net earnings (loss) (a) (b)	\$ 326	\$ (154)	\$ 172	\$ 278	\$ (14)	\$ 264
Gain from discontinued operations	(7)		(7)	-		
Non-cash charges						
Depreciation and amortization	463		463	482		482
Deferred tax provision (benefit)	-			(5)		(5)
Pension expense	32		32	38		38
Restructuring, asset impairment and related charges	28		28	96		96
Charge related to Paddock support agreement liability (b)	-	154	154	-		
Pension settlement charges	74		74	26		26
Brazil indirect tax credit	(71)		(71)	-		
Gain on sale of miscellaneous assets	(84)		(84)	-		
Gain on sale of ANZ businesses	-			(275)		(275)
Other asset impairments	-			36		36
Cash payments						
Pension contributions	(84)		(84)	(103)		(103)
Cash paid for restructuring activities	(30)		(30)	(37)		(37)
Change in components of working capital	(13)		(13)	(181)		(181)
Other, net (a) (c)	46		46	102	14	116
Cash provided by continuing operating activities	680	-	680	457	-	457
Cash utilized in discontinued operating activities	7		7	-		
Total cash provided by operating activities	687	-	687	457	-	457
Cash flows from investing activities:						
Cash payments for property, plant and equipment	(398)		(398)	(311)		(311)
Net cash proceeds on disposal of misc. assets	122		122	10		10
Net cash proceeds on sale of ANZ businesses, net of transaction costs	58		58	441		441
Deconsolidation of Paddock	-			-	(47)	(47)
Other, net	(2)		(2)	-		
Cash utilized in investing activities	(220)	-	(220)	140	(47)	93
Cash flows from financing activities:						
Changes in borrowings, net	(184)		(184)	(630)		(630)
Issuance of common stock and other	-	(2)	(2)	-	(3)	(3)
Treasury shares repurchased	-	(40)	(40)	-		
Payment of finance fees and note repurchase premiums	(16)		(16)	(51)		(51)
Dividends paid	-			-	(8)	(8)
Net cash proceeds for hedging activity	(15)		(15)	(8)		(8)
Sale leaseback proceeds in conjunction with ANZ sale	-			155		155
Net distributions to parent	(42)	42		(52)	52	-
Distributions to noncontrolling interests	(16)		(16)	(12)		(12)
Cash provided by (utilized in) financing activities	(273)	-	(273)	(598)	41	(557)
Effect of exchange rate fluctuations on cash	(29)		(29)	19		19
Change in cash	165	-	165	18	(6)	12
Less: decrease in cash classified within current assets held for sale	(3)		(3)			
Cash at beginning of period	563		563	545	6	551
Cash at end of period	\$ 725	\$ -	\$ 725	\$ 563	\$ -	\$ 563

- (a) On the Petition Date, Paddock voluntarily filed for relief under Chapter 11 of the Bankruptcy Code in the U.S. Bankruptcy Court for the District of Delaware to equitably and finally resolve all of its current and future asbestos-related claims. Following the Chapter 11 filing, the activities of Paddock are now subject to review and oversight by the bankruptcy court. As a result, O-I Glass no longer has exclusive control over Paddock's activities during the bankruptcy proceedings. Therefore, Paddock was deconsolidated as of the Petition Date, and its assets and liabilities, which primarily included \$47 million of cash, the legacy asbestos-related liabilities, as well as certain other assets and liabilities, were derecognized from O-I Glass's consolidated financial statements on a prospective basis. Simultaneously, O-I Glass recognized a liability related to the support agreement of \$471 million. Taken together, these transactions resulted in a loss of approximately \$14 million, which was reflected as a charge in the O-I Glass's first quarter 2020 operating results. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2021.
- (b) On April 26, 2021, the Company announced that its subsidiary, Paddock Enterprises LLC ("Paddock"), had reached an agreement in principle to accept the terms of a mediator's proposal regarding a consensual plan of reorganization under the Bankruptcy Code. The agreement in principle provides for total consideration of \$610 million to fund a trust on the effective date of a plan of reorganization, subject to definitive documentation and satisfaction of certain conditions. The Company has recorded a charge of \$154 million related to its potential liability under the Paddock support agreement during the first fiscal quarter of 2021 primarily related to an increase to Paddock's asbestos reserve estimate in consideration for the channeling injunction to be included in Paddock's Plan protecting O-I Glass and its affiliates from Asbestos Claims. See Note 15 to O-I Glass's Annual Report on Form 10-Q for the year ended December 31, 2021.
- (c) Other, net includes other non-cash charges plus other changes in non-current assets and liabilities.

Explanatory note:

The purpose of these consolidating financial schedules is to comply with the reporting provisions of the indentures governing the senior notes issued by O-I Glass's wholly owned subsidiaries, Owens Brockway Glass Container Inc. and OI European Group B.V., for which Owens-Illinois Group, Inc. (O-I Group) is guarantor. Those provisions require O-I Group to furnish the consolidated financial statements of O-I Group's parent company, O-I Glass. In addition, those provisions indicate that if O-I Glass "holds assets or has material operations separate and apart from its ownership of OI Group, then OI Group or [O-I Glass] shall provide consolidating information, which need not be audited, that explains in reasonable detail the differences between the information relating to [O-I Glass] and its Subsidiaries, on the one hand, and the information relating to OI Group and its Subsidiaries on a standalone basis, on the other hand." These schedules provide this required information in columns for the periods and dates indicated:

- O-I Group:** includes the consolidated balances for O-I Group and its subsidiaries
- Non O-I Group:** includes the consolidated balances for O-I Glass and its subsidiaries not included with O-I Group
- O-I Glass:** includes the consolidated balances for O-I Glass and its subsidiaries including O-I Group

These consolidating financial schedules are unaudited but, in the opinion of management, reflect all adjustments necessary to present fairly such information for the periods and at the dates indicated. However, these schedules do not contain all information and footnotes normally contained in annual consolidated financial statements; accordingly, they should be read in conjunction with the Consolidated Financial Statements and notes thereto appearing in O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2021. Information presented in these schedules for periods and at dates prior to the Corporate Modernization (as described in O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2019) refers to Owens-Illinois, Inc.

These consolidating financial schedules should not be used for any other purpose.