

O-I Glass, Inc
Condensed Consolidating Results of Operations
(Dollars in millions)

Unaudited	Three Months Ended December 31						Year Ended December 31					
	2022			2021			2022			2021		
	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	\$ 1,693	\$ -	\$ 1,693	\$ 1,588	\$ -	\$ 1,588	\$ 6,856	\$ -	\$ 6,856	\$ 6,357	\$ -	\$ 6,357
Cost of goods sold	(1,434)		(1,434)	(1,350)		(1,350)	(5,643)		(5,643)	(5,266)		(5,266)
Gross profit	259	-	259	238	-	238	1,213	-	1,213	1,091	-	1,091
Selling and administrative expense	(126)		(126)	(108)		(108)	(496)		(496)	(433)		(433)
Research, development and engineering expense	(23)		(23)	(25)		(25)	(79)		(79)	(82)		(82)
Interest expense, net	(64)		(64)	(64)		(64)	(239)		(239)	(216)		(216)
Equity earnings	36		36	26		26	107		107	90		90
Other income (expense), net ^(a)	(53)		(53)	4		4	299		299	36	(154)	(118)
Earnings (loss) before income taxes	29	-	29	71	-	71	805	-	805	486	(154)	332
Provision for income taxes	(14)		(14)	(23)		(23)	(178)		(178)	(167)		(167)
Earnings (loss) from continuing operations	15	-	15	48	-	48	627	-	627	319	(154)	165
Gain (loss) from discontinued operations				-		-				7		7
Net earnings (loss)	15	-	15	48	-	48	627	-	627	326	(154)	172
Net earnings attributable to noncontrolling interests	(2)		(2)	(5)		(5)	(43)		(43)	(23)		(23)
Net earnings (loss) attributable to the Company	\$ 13	\$ -	\$ 13	\$ 43	\$ -	\$ 43	\$ 584	\$ -	\$ 584	\$ 303	\$ (154)	\$ 149

(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 were subject to review and oversight by the bankruptcy court. Until July 2022, O-I Glass, Inc. ("O-I Glass") no longer had exclusive control over Paddock's activities during the bankruptcy proceedings. As a result of the funding of the Paddock Trust and the cancellation of the pledge of equity interests in reorganized Paddock, on July 20, 2022, the Company regained exclusive control over reorganized Paddock's activities. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2022.

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. In July 2022, the Plan became effective, and the Paddock Trust was funded by the Company and Paddock with consideration totaling \$610 million. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2022.

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, 2022.

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

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

Unaudited	December 31					
	2022			2021		
	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	\$ 767	\$ 6	\$ 773	\$ 725	\$ -	\$ 725
Trade receivables, net	760		760	692		692
Inventories	848		848	816		816
Prepaid expenses and other current assets	222		222	237		237
Assets held for sale				49		49
Total current assets	<u>2,597</u>	<u>6</u>	<u>2,603</u>	<u>2,519</u>	<u>-</u>	<u>2,519</u>
Property, plant and equipment, net	2,962		2,962	2,817		2,817
Goodwill	1,813		1,813	1,840		1,840
Intangibles, net	262		262	286		286
Other assets	1,418	3	1,421	1,370		1,370
Total assets	<u>\$ 9,052</u>	<u>\$ 9</u>	<u>\$ 9,061</u>	<u>\$ 8,832</u>	<u>\$ -</u>	<u>\$ 8,832</u>
Liabilities and Share Owners' Equity						
Current liabilities:						
Accounts payable	\$ 1,355		\$ 1,355	\$ 1,210		\$ 1,210
Short-term loans and long-term debt due within one year	345		345	72		72
Other liabilities	652	5	657	551		551
Liabilities held for sale				13		13
Total current liabilities	<u>2,352</u>	<u>5</u>	<u>2,357</u>	<u>1,846</u>	<u>-</u>	<u>1,846</u>
Long-term debt	4,371		4,371	4,753		4,753
Paddock support agreement liability ^(a)					625	625
Other long-term liabilities	787		805	781		781
Share owners' equity ^(b)	<u>1,542</u>	<u>(14)</u>	<u>1,528</u>	<u>1,452</u>	<u>(625)</u>	<u>827</u>
Total liabilities and share owners' equity	<u>\$ 9,052</u>	<u>\$ 9</u>	<u>\$ 9,061</u>	<u>\$ 8,832</u>	<u>\$ -</u>	<u>\$ 8,832</u>

(a) 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 that was recorded on the Company's condensed consolidated balance sheet through June 30, 2022 as required under applicable accounting standards was the Company's best estimate based on the facts and circumstances that exist at the Form 10-Q filing date. In July 2022, the Plan became effective, and the Paddock Trust was funded by the Company and Paddock with consideration totaling \$610 million. See Note 15 to O-I Glass's Annual Report on Form 10-K for the year ended December 31, 2022.

(b) Share owners' equity includes net intercompany balances

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

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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, 2022.

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

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

Unaudited	Year Ended December 31					
	2022			2021		
	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)	\$ 627	\$ -	\$ 627	\$ 326	\$ (154)	\$ 172
Loss from discontinued operations				(7)		(7)
Non-cash charges						
Depreciation and amortization	465		465	463		463
Pension expense	34		34	32		32
Gain on sale of divested business and miscellaneous assets	(55)		(55)	(84)		(84)
Gain on sale leasebacks	(334)		(334)			
Restructuring, asset impairment and related charges	50		50	28		28
Charge related to Paddock support agreement liability ^(a)					154	154
Brazil indirect tax credit				(71)		(71)
Pension settlement	20		20	74		74
Cash payments						
Pension contributions	(26)		(26)	(84)		(84)
Cash paid for restructuring activities	(20)		(20)	(30)		(30)
Paddock Trust Settlement payment and related expenses ^(b)		(621)	(621)			
Change in components of working capital	95		95	(13)		(13)
Other, net ^(c)	(81)		(81)	46		46
Cash provided by (utilized in) operating activities	775	(621)	154	680	-	680
Cash utilized in discontinued operating activities				7		7
Total cash provided by (utilized in) operating activities	775	(621)	154	687	-	687
Cash flows from investing activities:						
Cash payments for property, plant and equipment	(539)		(539)	(398)		(398)
Contributions and advances to joint ventures	(12)		(12)			
Net cash proceeds on disposal of other businesses and misc assets	96	2	98	122		122
Net cash proceeds on sale leasebacks	368		368			
Reconsolidation of reorganized Paddock ^(d)		12	12			
Net cash proceeds on sale of ANZ business				58		58
Net cash payments for hedging activity	(24)		(24)	(2)		(2)
Cash utilized in investing activities	(111)	14	(97)	(220)	-	(220)
Cash flows from financing activities:						
Changes in borrowings, net	(29)		(29)	(184)		(184)
Issuance of common stock and other		(2)	(2)		(2)	(2)
Shares repurchased		(40)	(40)		(40)	(40)
Payment of finance fees and note repurchase premiums	(29)		(29)	(16)		(16)
Net cash receipts (payments) for hedging activity	133		133	(15)		(15)
Net distributions to parent	(655)	655	-	(42)	42	-
Distributions to noncontrolling interests	(27)		(27)	(16)		(16)
Cash provided by (utilized in) financing activities	(607)	613	6	(273)	-	(273)
Effect of exchange rate fluctuations on cash	(15)		(15)	(29)		(29)
Change in cash	42	6	48	165	-	165
Less: decrease in cash classified within current assets held for sale				(3)		(3)
Cash at beginning of period	725	-	725	563	-	563
Cash at end of period	\$ 767	\$ 6	\$ 773	\$ 725	\$ -	\$ 725

(a) 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, 2022.

(b) In 2022, the Plan became effective and the Paddock Trust was funded by the Company with consideration totaling \$610 million and related expenses totaling \$11 million.

(c) Other, net includes other non-cash charges plus other changes in non-current assets and liabilities.

(d) As a result of the funding of the Paddock Trust and the cancellation of the pledge of equity interests in reorganized Paddock, on July 20, 2022, the Company regained exclusive control over reorganized Paddock's activities. Therefore, at that date in the third quarter of 2022, reorganized Paddock was reconsolidated, and its remaining assets, including \$12 million of cash and cash equivalents were recognized in the Company's condensed consolidated statement of cash flows.

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