PPG INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME (unaudited)
(All amounts in millions except per-share data)

	Three Months Ended June 30		Six Months Ended June 30	
	2022	2021	2022	2021
Net sales	$4,691	$4,359	$8,999	$8,240
Cost of sales, exclusive of depreciation and amortization	2,954	2,629	5,652	4,861
Selling, general and administrative	982	955	1,956	1,846
Depreciation	99	96	201	186
Amortization	42	41	85	80
Research and development, net	115	107	230	209
Interest expense	38	31	68	61
Interest income	(11)	(6)	(20)	(12)
Impairment and other related (income)/charges, net	(60)	-	230	-
Business restructuring, net	-	(21)	-	(21)
Other income, net	(34)	(66)	(47)	(62)
Income before income taxes	$566	$593	$644	$1,092
Income tax expense	118	160	173	274
Income from continuing operations	448	433	471	818
Loss from discontinued operations, net of tax	(2)	-	(2)	-
Net income attributable to the controlling and noncontrolling interests	$446	$433	$469	$818
Net income attributable to noncontrolling interests	(5)	(2)	(10)	(9)
Net income (attributable to PPG)	$441	$431	$459	$809
Amounts attributable to PPG:				
Income from continuing operations, net of tax	$443	$431	$461	$809
Loss from discontinued operations, net of tax	(2)	-	(2)	-
Net income (attributable to PPG)	$441	$431	$459	$809
Earnings per common share (attributable to PPG)				
Income from continuing operations, net of tax	$1.87	$1.81	$1.95	$3.40
Loss from discontinued operations, net of tax	(0.01)	-	(0.01)	-
Net income (attributable to PPG)	$1.86	$1.81	$1.94	$3.40
Earnings per common share (attributable to PPG) - assuming dilution				
Income from continuing operations, net of tax	$1.86	$1.80	$1.94	$3.38
Loss from discontinued operations, net of tax	(0.01)	-	(0.01)	-
Net income (attributable to PPG)	$1.85	$1.80	$1.93	$3.38
Average shares outstanding	236.4	237.8	236.5	237.6
Average shares outstanding - assuming dilution	237.6	239.8	237.9	239.4

PPG INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS HIGHLIGHTS (unaudited)
($ in millions)

	Six Months Ended June 30	
	2022	2021
Cash (used for)/from operating activities - continuing operations	$(136)	$581
Cash used for investing activities:		
Capital expenditures	$264	$142
Business acquisitions, net of cash balances acquired	$43	$2,126
Financing activities:		
Dividends paid on PPG common stock	$279	$256

PPG INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEET HIGHLIGHTS
($ in millions)

	June 30 2022	December 31 2021	June 30 2021
Current assets:			
Cash and cash equivalents	$931	$1,005	$1,195
Short-term investments	61	67	110
Receivables, net	3,818	3,152	3,498
Inventories	2,481	2,171	2,226
Other current assets	465	379	417
Total current assets	$7,756	$6,774	$7,446
Current liabilities:			
Short-term debt and current portion of long-term debt	$325	$9	$770
Accounts payable and accrued liabilities	4,511	4,392	4,318
Current portion of operating lease liabilities	183	192	194
Restructuring reserves	146	173	206
Total current liabilities	$5,165	$4,766	$5,488
Long-term debt	$6,766	$6,572	$6,387

PPG OPERATING METRICS (unaudited)
($ in millions)

	June 30 2022	December 31 2021	June 30 2021
Operating Working Capital (a)	$3,081	$2,298	$2,727
As a percent of quarter sales, annualized	16.4%	13.7%	15.6%

(a) Operating working capital includes: (1) receivables from customers, net of allowance for doubtful accounts, (2) FIFO inventories and (3) trade liabilities.

PPG INDUSTRIES, INC. AND SUBSIDIARIES
CONSOLIDATED BUSINESS SEGMENT INFORMATION (unaudited)
($ in millions)

	Three Months Ended June 30		Six Months Ended June 30	
	2022	2021	2022	2021
Net sales				
Performance Coatings	$2,929	$2,749	$5,499	$5,068
Industrial Coatings	1,762	1,610	3,500	3,172
Total	$4,691	$4,359	$8,999	$8,240
Segment income				
Performance Coatings	$446	$454	$765	$840
Industrial Coatings	156	190	296	435
Total	$602	$644	$1,061	$1,275
Items not allocated to segments				
Corporate	(55)	(52)	(107)	(104)
Interest expense, net of interest income	(27)	(25)	(48)	(49)
Impairment and other related income/(charges), net (Note A)	60	-	(230)	-
Business restructuring-related costs, net (Note B)	(8)	19	(22)	15
Transaction-related costs (Note C)	(6)	(14)	(10)	(38)
Environmental remediation charges	-	(10)	-	(26)
Expenses incurred due to natural disasters	-	(5)	-	(17)
Change in allowance for doubtful accounts related to COVID-19	-	14	-	14
Income from legal settlements	-	22	-	22
Income before income taxes	$566	$593	$644	$1,092

Note A:

In the first quarter 2022, the Company recorded impairment and other related charges associated with the wind down of the Company's operations in Russia. In the second quarter 2022, the Company released a portion of the previously established reserves due to the collection of certain trade receivables and recorded recoveries due to the realization of certain previously written-down inventories.

Note B:

Included in business restructuring-related costs, net are business restructuring charges, accelerated depreciation of certain assets and other related costs, partially offset by releases related to previously approved programs.

Note C:

Transaction-related costs include advisory, legal, accounting, valuation, other professional or consulting fees, and certain internal costs directly incurred to effect acquisitions, as well as similar fees and other costs to effect disposals not classified as discontinued operations. These costs are included in Selling, general and administrative expense in the condensed consolidated statement of income. Transaction-related costs also include losses on the sale of certain assets, which are included in Other income, net in the condensed consolidated statement of income, and the impact for the step up to fair value of inventory acquired in certain acquisitions, which are included in Cost of sales, exclusive of depreciation and amortization in the condensed consolidated statement of income.