

FORD MOTOR COMPANY AND SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS

NOTE 14. EQUITY IN NET ASSETS OF AFFILIATED COMPANIES

We use the equity method of accounting for our investments in entities over which we do not have control, but over whose operating and financial policies we are able to exercise significant influence.

Our carrying value and ownership percentages of our equity method investments at December 31 were as follows (in millions, except percentages):

	Investment Balance		Ownership Percentage	
	2021	2022	2022	
BlueOval SK, LLC	\$ —	\$ 690	50	%
Ford Otomotiv Sanayi Anonim Sirketi	278	479	41	
Jiangling Motors Corporation, Limited (a)	468	471	32	
Changan Ford Automobile Corporation, Limited (b)	860	409	50	
AutoAlliance (Thailand) Co., Ltd.	391	346	50	
FFS Finance South Africa (Pty) Limited	70	70	50	
Ionity Holding GmbH & Co. KG	41	67	15	
Argo AI, LLC (c)	2,042	—	44	
Ford Sollers Netherlands B.V. (d)	108	—	—	
Other	287	266	Various	
Total	\$ 4,545	\$ 2,798		

- (a) In 2021 and 2022, Jiangling Motors Corporation, Limited recorded restructuring charges, our share of which was \$ 10 million and \$ 13 million, respectively. These charges are included in *Equity in net income/(loss) of affiliated companies*.
- (b) In 2022, Changan Ford Automobile Corporation, Limited recorded long-lived asset and other asset impairment charges as well as restructuring charges, our share of which was \$ 368 million. These charges are included in *Equity in net income/(loss) of affiliated companies*.
- (c) See below for information on our investment in Argo AI, LLC.
- (d) In 2022, we fully impaired our \$ 93 million investment in Ford Sollers Netherlands B.V., and also sold our interest to the joint venture (with an option to repurchase within five years) for a nominal value resulting in the release of the \$ 25 million carrying amount of our associated foreign currency translation adjustment. These charges are included in *Equity in net income/(loss) of affiliated companies* and *Other income/(loss)*, respectively.

We recorded \$ 180 million, \$ 452 million, and \$ 452 million of dividends from these affiliated companies for the years ended December 31, 2020, 2021, and 2022, respectively.

An aggregate summary of the balance sheets and income statements of our equity method investees, on a stand alone basis, as reported by those investees at December 31 is below (in millions). Our investment in each equity method investee is reported in *Equity in net assets of affiliated companies*, and our proportionate share of each of the entities' income/(loss) is reported in *Equity in net income/(loss) of affiliated companies*.

Summarized Balance Sheet	2021	2022
Current assets	\$ 9,342	\$ 10,361
Non-current assets	12,009	11,142
Total assets	\$ 21,351	\$ 21,503
Current liabilities	\$ 9,461	\$ 10,371
Non-current liabilities	4,069	4,498
Total liabilities	\$ 13,530	\$ 14,869
Equity attributable to noncontrolling interests	\$ —	\$ —

Summarized Income Statement	For the years ended December 31,		
	2020	2021	2022
Total revenue	\$ 24,033	\$ 27,760	\$ 27,153
Income/(Loss) before income taxes (a)	282	1,002	(1,806)
Net income/(loss) (a)	305	1,029	(1,769)

- (a) The 2022 results reflects Argo AI's impairment, partially offset by the net income/(loss) of our other equity method investees.