Asahi Kasei Corp.
November 1, 2024

(Amendment to Disclosure) Change in the amount of capital increase in previously issued notice concerning capital increase of sub-subsidiaries

Asahi Kasei's Board of Directors has today partially amended a resolution with respect to the "Notice concerning capital increase of sub-subsidiaries (to become Specified Subsidiaries) related to lithium-ion battery separator business" issued on April 24, 2024.

Regarding the notice issued on April 24, 2024, Asahi Kasei disclosed a resolution to add capital to Asahi Kasei Battery Separator North America, Inc. (AKBSNA), previously announced as ES Materials Holdings Corp., a subsidiary of Asahi Kasei Battery Separator Corp., which succeeded the Hipore™ lithium-ion battery (LIB) separator[1] business of Asahi Kasei, in order to add capital to Asahi Kasei Honda Battery Separator Corporation (AKHBSC) [tentative name], previously announced as E-Materials Canada Corp., through its parent company, Asahi Kasei Battery Separator Canada Corporation (AKBSCC), previously announced as ES Materials Canada Corp., a wholly owned subsidiary of AKBSNA (The Capital Increase).

In The Capital Increase, there have been changes in the payment period, the payment completion date, the amount of increase in capital, the total capital after the increase, and the investment ratio for AKHBSC as shown below due to changes in the configuration of capital procurement.

For additional information related to Asahi Kasei's separator business strategy, please refer to the press release issued separately today at 12:50 at the following link https://www.asahi-kasei.com/news/2024/e241101_3.html.

[1] A lithium-ion battery separator is a microporous membrane that provides a barrier between the positive and negative electrodes of a lithium-ion battery, allowing lithium ions to pass through while preventing short circuits.

Before amendment

Overview of The Capital Increase

	ES Materials Canada Corp. (ESC)	E-Materials Canada Corp. (EMC)
1) Authorization by Board of Directors	April 24, 2024	April 24, 2024
2) Payment period	From May 2024 to March 2027 (scheduled)	From May 2024 to March 2027 (scheduled)
3) Payment completion date	March 2027 (scheduled)	March 2027 (scheduled)
4) Amount of capital increase	C$1,087 million (¥121.5 billion)	C$1,006 million (¥112.4 billion)
5) Amount of capital (after increase)	C$1,175 million (¥131.3 billion)	C$1,081 million (¥120.8 billion)
6) Investment ratio (after increase)	ES Materials Holdings Corp.: 100%	ES Materials Canada Corp.: 100%

Note: Exchange rate of ¥111.77 per C$ applied based on TTM published by Sumitomo Mitsui

Banking Corp. on March 29, 2024.

After amendment (changes underlined)
Overview of The Capital Increase

	Asahi Kasei Battery Separator Canada Corporation	Asahi Kasei Honda Battery Separator Corporation (tentative name)
1) Authorization by Board of Directors	April 24, 2024	November 1, 2024
2) Payment period	From May 2024 to March 2027 (scheduled)	From May 2024 to March 2025 (scheduled)
3) Payment completion date	March 2027 (scheduled)	March 2025 (scheduled)
4) Amount of capital increase	C$1,087 million (¥121.5 billion)	Approximately C$165 million (Approximately ¥18.4 billion)
5) Amount of capital (after increase)	C$1,175 million (¥131.3 billion)	Approximately C$240 million (Approximately ¥26.8 billion)
6) Investment ratio (after increase)	Asahi Kasei Battery Separator North America, Inc.: 100%	Asahi Kasei Battery Separator Canada Corporation: 75%, Honda Canada Inc.: 25%

Note: Exchange rate of ¥111.77 per C$ applied based on TTM published by Sumitomo Mitsui Banking Corp. on March 29, 2024.