Resonac Holdings Corporation

Consolidated Financial Statements

for the first quarter ended March 31, 2025

(Under IFRS)

Ⅰ. Consolidated Financial Results

May 15, 2025

(All amounts are rounded to the nearest million yen.)

(1) Results of operations :

(Percentages indicate year-on-year changes)

	Revenue		Core operating profit		Operating profit		Profit		Profit attributable to owners of the parent		Comprehensive Income	
Three months ended		%		%		%		%		%		%
March 31, 2025	321,122	(0.3)	14,848	55.3	13,982	(51.0)	8,473	(70.6)	8,754	(69.4)	(18,373)	—
March 31, 2024	322,234	—	9,558	—	28,542	—	28,852	—	28,571	—	48,989	—

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2025	48.44	48.44
March 31, 2024	157.86	157.86

Reference:

Important changes in accounting policies: not applicable

Profit before tax

Three months ended March 31, 2025 ¥ 12,504 million ((60.0)%)

Three months ended March 31, 2024 ¥ 31,252 million (—%)

* Core operating profit is calculated as operating profit excluding certain gains and expenses attributable to non-recurring factors.

(2) Financial position :

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of parent to total assets
As of				%
March 31, 2025	2,101,094	661,198	635,754	30.3
December 31, 2024	2,172,626	692,006	664,616	30.6

(3) Dividends :

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
December 31, 2024	—	0.00	—	65.00	65.00
December 31, 2025	—				
December 31, 2025 (Forecast)		0.00	—	65.00	65.00

Ⅱ. Forecast of performance for the year ending December 31, 2025

(Percentages indicate year-on-year changes)

	Revenue		Core operating profit		Operating profit		Profit		Profit attributable to owners of the parent		Basic earnings per share
		%		%		%		%		%	Yen
1st half	676,000	—	28,000	—	16,000	—	5,500	—	5,400	—	29.88
Fiscal year	1,422,000	2.2	98,000	6.4	49,000	(45.0)	27,000	(63.9)	26,000	(64.6)	143.87

Reference:

Profit before tax

1st half ¥ 10,000 million (－%)

Fiscal year ¥ 38,000 million ((55.1)%)

* The above forecast is based on the information available at this point of time. Actual results may differ materially due to a variety of reasons, including such economic factors as fluctuations in foreign currency exchange rates as well as market supply and demand conditions.

[Business Results and Financial Conditions]

1. Analysis of business results

(1) Summary

In the three-month period ended March 31, 2025 (“2025Q1”), the global economy showed signs of recovery overall, despite concerns over the potential impact of future U.S. tariff measures. The semiconductor industry, in particular, experienced a relatively strong recovery. In Japan, the domestic economy also showed moderate improvement, supported by a rebound in personal consumption and corporate capital investment.

The group has adopted International Financial Reporting Standards (IFRS) in place of the previous Japanese GAAP from the full-year financial statements for the fiscal year ending December 2024, and have reclassified the figures for the same period last year (“2024Q1”) on an IFRS basis for comparison and analysis.

Revenue for 2025Q1 remained flat year-on-year at 321,122 million yen, as revenue increased in the Semiconductor and Electronic Materials segment and the Crasus Chemical segment due to increased sales volume, while there were decreases in revenue for the Mobility and Chemicals segments, and the Innovation Enabling Materials segment remained flat. Core operating profit increased to 14,848 million yen due to the increases in the Semiconductor and Electronic Materials and Crasus Chemical segments, despite a large decrease in the Chemicals segment, a decrease in the Mobility segment, and a flat rate in the Innovation Enabling Materials segment. Operating profit was 13,982 million yen, a decrease from 2024Q1, a period which enjoyed a gain on the sale of the land and buildings of the former head office. Profit attributable to owners of the parent decreased to 8,754 million yen reflecting lower operating profit and a deterioration in foreign exchange gain and loss.

(Unit: millions of yen)

	2024 1Q Jan.-Mar.	2025 1Q Jan.-Mar.	Increase/ decrease	Increase/ decrease rate
Revenue	322,234	321,122	(1,112)	(0.3)%
Core operating profit	9,558	14,848	5,290	55.3%
Operating profit	28,542	13,982	(14,560)	(51.0)%
Profit attributable to owners of the parent	28,571	8,754	(19,817)	(69.4)%

(2) A breakdown of net sales and operating income by segment (January 1 - March 31, 2025)

Effective from 2025Q1, the classification of reporting segments has been revised. Accordingly, comparisons and analysis for 2025Q1 are based on the new segment classification.
For further details, please refer to the chart shown in the Financial Result (Summary).

[Semiconductor and Electronic Materials]

In this segment, revenue from Front-end Semiconductor Materials remained flat due to the slow recovery in demand for NAND. Revenue from Back-end Semiconductor Materials increased, primarily driven by higher sales volumes for advanced semiconductors such as those used in AI applications.
In Device Solutions, revenue increased for HD media due to recovering demand from data centers, and for SiC epitaxial wafers due to higher sales volumes. As a result, this segment saw an increase in revenue and core operating profit compared to 2024Q1.

(Unit: millions of yen)

	2024 1Q (Jan-Mar)	2025 1Q (Jan-Mar)	Increase/ decrease	Increase/ decrease rate
Revenue	97,456	111,186	13,730	14.1%
Core operating profit	8,335	19,568	11,233	134.8%

[Mobility]

In this segment, both revenue and core operating profit declined from 2024Q1, reflecting the impact of the divestiture of secondary battery packaging materials and food packaging materials business during the quarter, as well as sluggish conditions in the automotive market in Thailand.

(Unit: millions of yen)

	2024 1Q (Jan-Mar)	2025 1Q (Jan-Mar)	Increase/ decrease	Increase/ decrease rate
Revenue	50,844	46,868	(3,976)	(7.8)%
Core operating profit	1,539	1,127	(412)	(26.8)%

[Innovation Enabling Materials]

In this segment, the impact of the sluggish automotive market was limited, and as a result, both revenue and core operating profit remained roughly in line with 2024Q1.

(Unit: millions of yen)

	2024 1Q (Jan-Mar)	2025 1Q (Jan-Mar)	Increase/ decrease	Increase/ decrease rate
Revenue	22,410	21,980	(430)	(1.9)%
Core operating profit	2,187	2,140	(47)	(2.1)%

[Chemicals segment]

In this segment, revenue from Basic Chemicals remained on par with 2024Q1, but core operating profit declined due to higher raw material costs for certain products.

In the Graphite business, both sales volume and prices fell as a result of weakened market conditions for graphite electrodes. In addition, the reversal of write-downs under the lower-of-cost-or-market method recorded in 2024Q1 did not recur this quarter, resulting in a larger core operating loss.

As a result, the segment recorded both lower revenue and core operating profit compared to 2024Q1.

(Unit: millions of yen)

	2024 1Q (Jan-Mar)	2025 1Q (Jan-Mar)	Increase/ decrease	Increase/ decrease rate
Revenue	45,118	37,699	(7,419)	(16.4)%
Core operating profit	(786)	(6,274)	(5,488)	―

[Crasus Chemical segment]

In this segment, both revenue and core operating profit increased from 2024Q1, supported by higher selling prices due to higher naphtha prices and a decrease in maintenance shutdowns of derivatives.

(Unit: millions of yen)

	2024 1Q (Jan-Mar)	2025 1Q (Jan-Mar)	Increase/ decrease	Increase/ decrease rate
Revenue	75,853	78,716	2,863	3.8%
Core operating profit	477	831	354	74.2%

2. Financial conditions for the January 1 - March 31, 2025 period (as compared with the conditions at December 31, 2024)

As of the end of 2025Q1, total assets decreased from the end of the previous fiscal year 2024 (“2024”), mainly due to decrease in cash and cash equivalents and trade receivables, as well as the completion of the divestiture of the regenerative medicine business, which resulted in the elimination of assets held for sale.
Total liabilities decreased from 2024 , primarily due to a decrease in trade payables and the elimination in liabilities directly associated with assets held for sale, following the divestiture of the regenerative medicine business.
Total equity decreased from 2024 , mainly due to a decrease in the exchange differences on translation of foreign operations included in accumulated other comprehensive income as a result of yen appreciation.

(Unit: millions of yen)

	Dec. 31, 2024	Mar. 31, 2025	Increase/ decrease
Total Assets	2,172,626	2,101,094	(71,532)
Total Liabilities	1,480,620	1,439,896	(40,724)
Total Equity	692,006	661,198	(30,808)

3. Performance forecast

There is no change to the consolidated earnings forecast announced on February 13, 2025.

(Unit: millions of yen)

	1st half 2025	fiscal year 2025
Revenue	676,000	1,422,000
Core operating profit	28,000	98,000
Operating profit	16,000	49,000
Profit before tax	10,000	38,000
Profit	5,500	27,000
Profit attributable to owners of the parent	5,400	26,000

Consolidated Statement of Financial Position

(Unit: millions of yen)

	December 31, 2024	March 31, 2025
Assets		
Current assets		
Cash and cash equivalents	294,656	280,306
Trade receivables	274,485	241,060
Inventories	220,812	218,929
Income taxes receivable	3,674	6,012
Other financial assets	28,735	26,342
Other current assets	36,184	41,223
Subtotal	858,546	813,872
Assets held for sale	28,002	—
Total current assets	886,548	813,872
Non-Current assets		
Property, plant and equipment	670,776	673,942
Intangible assets	442,417	438,388
Retirement benefit asset	38,514	38,633
Deferred tax assets	17,867	17,354
Investments accounted for using the equity method	70,396	72,548
Other financial assets	23,640	22,450
Other non-current assets	22,468	23,907
Total non-current assets	1,286,078	1,287,222
Total assets	2,172,626	2,101,094

(Unit: millions of yen)

	Deccember 31, 2024	March 31, 2025
Liabilities		
Current liabilities		
Trade payables	171,433	155,435
Bonds and borrowings	137,862	276,470
Accrued expenses	38,157	51,955
Income taxes payable	8,344	11,307
Lease liabilities	4,837	4,635
Provisions	3,358	1,541
Other financial liabilities	96,934	78,647
Other current liabilities	17,707	23,222
Subtotal	478,632	603,212
Liabilities directly associated with assets held for sale	16,541	—
Total current liabilities	495,173	603,212
Noncurrent liabilities		
Bonds and borrowings	858,399	712,125
Retirement benefit liability	10,300	10,101
Provisions	5,970	5,629
Lease liabilities	22,608	22,097
Other financial liabilities	10,731	10,208
Deferred tax liabilities	71,273	70,672
Other non-current liabilities	6,166	5,852
Total non-current liabilities	985,447	836,684
Total liabilities	1,480,620	1,439,896
Equity		
Share capital	182,146	182,146
Capital surplus	108,863	108,682
Treasury shares	(13,172)	(12,966)
Retained earnings	318,643	315,969
Accumulated other comprehensive income	68,136	41,923
Total equity attributable to owners of the parent	664,616	635,754
Non-controlling interests	27,390	25,444
Total equity	692,006	661,198
Total liabilities and equity	2,172,626	2,101,094

Consolidated Statement of Profit or Loss

(Unit: millions of yen)

	Results for the first quarter (Jan.1-Mar.31)	
	2024	2025
Revenue	322,234	321,122
Cost of sales	(256,183)	(247,032)
Gross profit	66,051	74,090
Selling, general and administrative expenses	(57,245)	(59,330)
Other income	22,581	6,993
Other expenses	(2,845)	(7,771)
Operating profit	28,542	13,982
Financial income	5,399	1,555
Financial costs	(3,590)	(6,077)
Share of profit of investments accounted for using the equity method	901	3,044
Profit before tax	31,252	12,504
Income tax expense	(2,400)	(4,031)
Profit	28,852	8,473
Profit attributable to		
Owners of the parent	28,571	8,754
Non-controlling interests	281	(281)
Earnings per share		
Basic earnings per share (Yen)	157.86	48.44
Diluted earnings per share (Yen)	157.86	48.44

Consolidated Statement of Comprehensive Income

(Unit: millions of yen)

	Results for the first quarter (Jan.1-Mar.31)	
	2024	2025
Profit	28,852	8,473
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net changes in fair value of financial assets measured at fair value through other comprehensive income	1,564	140
Remeasurements of defined benefit plans	5	(8)
Share of other comprehensive income of investments accounted for using the equity method	(23)	171
Total	1,546	303
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	19,512	(26,516)
Net changes in fair value of cash flow hedges	(1,755)	272
Share of other comprehensive income of investments accounted for using the equity method	834	(905)
Total	18,591	(27,149)
Total other comprehensive income	20,137	(26,846)
Comprehensive income	48,989	(18,373)
Comprehensive income attributable to		
Owners of the parent	48,243	(17,100)
Non-controlling interests	746	(1,273)

(Reference)

SEGMENT INFORMATION

Three months ended March 31, 2024

(Unit: millions of yen)

	Reporting Segment						Others	Adjustments	Total
	Semiconductor and Electronic Materials	Mobility	Innovation Enabling Materials	Chemicals	Crasus Chemical	Total			
Revenue									
Revenue from external customers	97,456	50,844	22,410	45,118	75,853	291,681	30,553	—	322,234
Intersegment revenue	1,426	225	3,226	3,377	157	8,411	1,533	(9,944)	—
Total	98,882	51,069	25,636	48,495	76,010	300,092	32,086	(9,944)	322,234
Segment profit (loss) (Core operating profit)	8,335	1,539	2,187	(786)	477	11,752	299	(2,493)	9,558

Three months ended March 31, 2025

(Unit: millions of yen)

	Reporting Segment						Others	Adjustments	Total
	Semiconductor and Electronic Materials	Mobility	Innovation Enabling Materials	Chemicals	Crasus Chemical	Total			
Revenue									
Revenue from external customers	111,186	46,868	21,980	37,699	78,716	296,449	24,673	—	321,122
Intersegment revenue	1,157	83	2,888	1,815	824	6,767	1,793	(8,560)	—
Total	112,343	46,951	24,868	39,514	79,540	303,216	26,466	(8,560)	321,122
Segment profit (loss) (Core operating profit)	19,568	1,127	2,140	(6,274)	831	17,392	1,056	(3,600)	14,848

Adjustments from segment profit to profit before tax are as follows:

(Unit: millions of yen)

	Results for the first quarter (Jan.1-Mar.31)	
	2024	2025
Segment profit (Core operating profit)	9,558	14,848
Impairment losses	(752)	(88)
Other income	22,581	6,993
Other expenses	(2,845)	(7,771)
Operating profit	28,542	13,982
Financial income	5,399	1,555
Financial costs	(3,590)	(6,077)
Share of profit of investments accounted for using the equity method	901	3,044
Profit before tax	31,252	12,504

Resonac Holdings Corporation

May 15, 2025

First Quarter, 2025 Consolidated Financial Results (Summary) under IFRS

IFRS has been adopted from the current fiscal year, with retrospective application to the fiscal year ended December 31, 2024.

1. First Quarter Results

(1) Summary

(Unit: billions of yen)

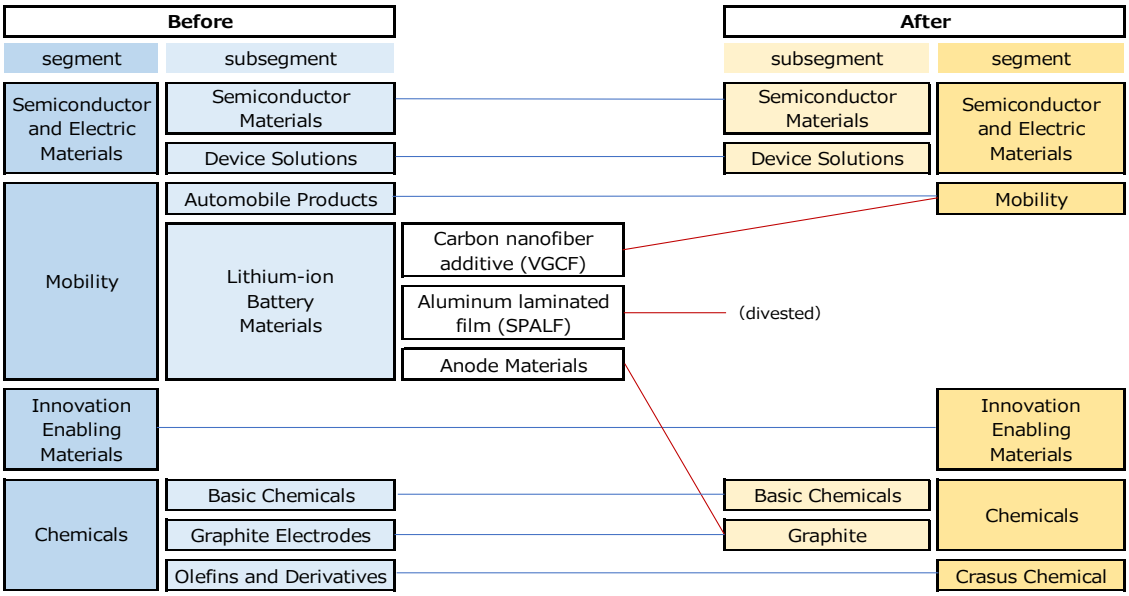
Items	2024 Jan.1 - Mar.31	2025 Jan.1 - Mar.31	Increase/ decrease
Revenue	322.2	321.1	(1.1)
Core operating profit	9.6	14.8	5.3
Operating profit	28.5	14.0	(14.6)
Profit before tax	31.3	12.5	(18.7)
Profit	28.9	8.5	(20.4)
Profit attributable to owners of the parent	28.6	8.8	(19.8)

(2) Revenue and Core Operating Profit by Segment

(Unit: billions of yen)

Segment		2024 Jan.1 - Mar.31	2025 Jan.1 - Mar.31	Increase/ decrease
Semiconductor and Electronic Materials	Revenue	97.5	111.2	13.7
	Core op. profit	8.3	19.6	11.2
Mobility	Revenue	50.8	46.9	(4.0)
	Core op. profit	1.5	1.1	(0.4)
Innovation Enabling Materials	Revenue	22.4	22.0	(0.4)
	Core op. profit	2.2	2.1	(0.0)
Chemicals	Revenue	45.1	37.7	(7.4)
	Core op. profit	(0.8)	(6.3)	(5.5)
Crasus Chemical	Revenue	75.9	78.7	2.9
	Core op. profit	0.5	0.8	0.4
Others, Adjustments	Revenue	30.6	24.7	(5.9)
	Core op. profit	(2.2)	(2.5)	(0.4)
Total	Revenue	322.2	321.1	(1.1)
	Core op. profit	9.6	14.8	5.3

From the current fiscal year, segment classifications have been revised as below, and figures for the fiscal year ended December 31, 2024 have been restated based on the new segments.



2. Reference

Items	2024 Jan.1 - Mar.31	2025 Jan.1 - Mar.31	Increase/ decrease
Exchange rate (yen/US$)	148.6	152.6	Yen depreciated by 4.0
Domestic naphtha price (yen/kl)	72,500	73,400	900

(Unit: billions of yen)

Items	Dec.31, 2024	Mar.31, 2025	Increase/ decrease
Total assets	2,172.6	2,101.1	(71.5)
Interest-bearing liabilities	1,023.7	1,015.3	(8.4)

Note : Performance forecast and other statements pertaining to the future as contained in this presentation are based on the information available as of today and assumptions as of today regarding risk factors that could affect our future performance. Actual results may differ materially from the forecast due to a variety of risk factors, including, but not limited to, the global political circumstances, the global economic conditions, tightening of regulations, demand for our products, market conditions, and foreign exchange rates. We undertake no obligation to update the forward-looking statements unless required by law.