

Nov. 9, 2023

Resonac Revises Forecast of Consolidated Performance

Resonac Holdings Corporation (TOKYO: 4004) announces the revision of its forecast of consolidated business results for the full year ending on December 31, 2023, which was announced on Aug. 8, 2023.

1. Revision of forecast of consolidated business results for January 1 – December 31, 2023 (Millions of yen, excepting net income per share)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income attributable to owners of the parent per share (¥)
Previous forecast (A) (Announced on Aug. 8, 2023)	1,270,000	(20,000)	(26,000)	(37,000)	(204.27)
Revised forecast (B) (Announced on Nov. 9, 2023)	1,290,000	(12,000)	(21,000)	(43,000)	(237.40)
(B) – (A)	20,000	8,000	5,000	(6,000)	
Percentage of changes	1.6%	-	-	-	
Reference Results for January 1 - December 31, 2022	1,392,621	61,726	61,711	32,422	179.02

2. Reasons for the revision of forecast

Net sales are expected to increase mainly in the Semiconductor and Electronic Materials segment and the Chemicals segment, and the full-year forecast is revised upward.

Operating income is revised upward due to the upward revision of the net sales forecast and the reduction of common expenses throughout the company. Ordinary income is revised upward due to the upward revision of operating income. Net income attributable to owners of the parent is revised downward. In the third quarter (Jul - Sep), an extraordinary income of 24.3 billion yen was recorded for the transfer of the diagnostic medicine business, but we expect to record an extraordinary loss on structural reforms related to the restructuring of the hard disk media business. Structural reform-related expenses include extra retirement payments of 6.5 billion yen and an impairment loss of 4.1 billion yen.

For details by segment, please refer to the table below.

(Millions of yen)

		Forecast of consolidated business results for January 1 – December 31, 2023			Reference Results for January 1 - December 31, 2022
		Previous (Announced on Aug. 8)	Revised (Announced on Nov. 9)	Difference	
Semiconductor and Electronic Materials	Net Sales	325,000	333,000	8,000	427,171
	Operating Income	(20,000)	(14,000)	6,000	45,533
Mobility	Net Sales	180,000	182,000	2,000	180,626
	Operating Income	(1,000)	1,000	2,000	(735)
Innovation Enabling Materials	Net Sales	130,000	130,000	0	141,081
	Operating Income	9,000	10,000	1,000	10,126
Chemicals	Net Sales	515,000	520,000	5,000	527,825
	Operating Income	14,000	8,000	(6,000)	24,910
Others, Adjustments	Net Sales	120,000	125,000	5,000	115,919
	Operating Income	(22,000)	(17,000)	5,000	(18,107)
Total	Net Sales	1,270,000	1,290,000	20,000	1,392,621
	Operating Income	(20,000)	(12,000)	8,000	61,726

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 international situation, costs of naphtha and other raw materials, demand or market conditions for our products such as graphite electrodes and other commodities and foreign exchange rates. We undertake no obligation to update the forward-looking statements unless required by law.

For further information, contact:

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