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**Consolidated Results for 1st Quarter Fiscal 2024:
April 1, 2024 – June 30, 2024**

(All figures in millions of yen, rounded to the nearest million, unless otherwise specified)

I. Summary of Consolidated Results

1. Operating results (percent change from previous year in brackets)

	Q1 2024	Q1 2023
Net sales	735,934 [+13.1%]	650,739 [-2.9%]
Operating income	49,873 [+128.9%]	21,791 [-55.9%]
Ordinary income	53,718 [+151.3%]	21,378 [-58.5%]
Net income attributable to owners of the parent	34,092 [+255.5%]	9,591 [-67.8%]
Net income per share*	24.59	6.92
Diluted net income per share*	—	—

* Yen

Note:

- Comprehensive income was ¥122,838 million during Q1 2024, and ¥116,803 million during Q1 2023.

2. Financial position

At end of	June 2024	March 2024
Total assets	3,806,906	3,662,730
Net assets	1,946,049	1,848,625
Net worth/total assets	50.2%	49.5%
Net worth per share*	1,377.42	1,308.20

* Yen

Notes:

- Net worth consists of shareholders' equity and accumulated other comprehensive income.
- Net worth was ¥1,909,335 million as of June 30, 2024, and ¥1,813,391 million as of March 31, 2024.

II. Cash Dividends

Fiscal year	Cash dividends per share*				
	Q1	Q2	Q3	Q4	Total annual
2023	—	18.00	—	18.00	36.00
2024	—				
2024 (forecast)		18.00	—	18.00	36.00

* Yen

Note: The cash dividend forecast has not been revised.

III. Forecast for Fiscal 2024 (April 1, 2024– March 31, 2025)

1. Latest forecasts (percent change from results in year-ago period in brackets)

	For Q1–Q2	For the fiscal year
Net sales	1,501,000 [+11.5%]	2,912,000 [+4.6%]
Operating income	95,000 [+70.0%]	180,000 [+27.9%]
Ordinary income	93,500 [+79.6%]	181,000 [+100.8%]
Net income attributable to owners of the parent	53,000 [+71.8%]	100,000 [+128.3%]
Net income per share*	38.23	72.14

* Yen

Notes:

- Performance forecasts are based on the best information available at this time, but actual results may diverge from these forecasts due to a variety of factors which cannot be foreseen.
- The forecast for Q1–Q2 fiscal 2024 announced on May 9, 2024, has been revised.
- The forecast for fiscal 2024 announced on May 9, 2024, is unchanged; it is scheduled to be reviewed when Q1–Q2 results are announced.

IV. Other Information

1. Significant changes in the scope of consolidation during the period: None
2. Special accounting methods for preparation of the consolidated financial statements

Income tax expenses: A reasonable estimate of the effective tax rate after applying tax-effect accounting for the current fiscal year is made, and quarterly income before income taxes is multiplied by the corresponding effective tax rate. When calculation using reasonably estimated annual effective tax rate causes irrational results, income tax amount is calculated based on the legal tax rate.

3. Changes in accounting policies, changes in accounting estimates, and retroactive restatement: None
4. Notable changes in shareholders' equity: None
5. Number of shares outstanding

	Q1 2024	FY 2023
Number of shares outstanding at end of period	1,393,932,032	1,393,932,032
Number of shares of treasury stock at end of period	7,764,300	7,761,893
Average number of shares outstanding during period	1,386,168,753	1,386,066,399 *

* Q1 2023

6. Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

V. Overview of Consolidated Results

Please refer to "Presentation Material" for first quarter fiscal 2024 on the following webpage:
https://www.asahi-kasei.com/ir/library/financial_briefing/

VI. Consolidated Financial Statements

1. Balance sheets

	At end of March 2024	At end of June 2024
Assets		
Current assets		
Cash and deposits	338,108	364,120
Notes, accounts receivable–trade, and contract assets	485,941	503,450
Merchandise and finished goods	317,397	330,890
Work in process	171,645	180,099
Raw materials and supplies	189,794	197,189
Other	150,030	151,374
Allowance for doubtful accounts	(2,877)	(2,378)
Total current assets	1,650,037	1,724,745
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	669,119	676,593
Accumulated depreciation	(366,214)	(369,615)
Buildings and structures, net	302,906	306,979
Machinery, equipment and vehicles	1,621,333	1,639,054
Accumulated depreciation	(1,351,326)	(1,370,999)
Machinery, equipment and vehicles, net	270,007	268,055
Land	72,750	73,483
Lease assets	13,936	14,256
Accumulated depreciation	(7,010)	(7,235)
Lease assets, net	6,926	7,021
Construction in progress	132,051	151,609
Other	211,763	218,191
Accumulated depreciation	(143,113)	(146,671)
Other, net	68,650	71,520
Subtotal	853,289	878,666
Intangible assets		
Goodwill	360,676	375,593
Other	394,052	403,349
Subtotal	754,728	778,942
Investments and other assets		
Investment securities	188,288	205,047
Long-term loans receivable	17,198	18,004
Long-term advance payments–trade	26,692	26,650
Net defined benefit asset	41,876	42,490
Deferred tax assets	84,557	87,911
Other	46,638	45,037
Allowance for doubtful accounts	(574)	(586)
Subtotal	404,676	424,552
Total noncurrent assets	2,012,693	2,082,161
Total assets	3,662,730	3,806,906

	At end of March 2024	At end of June 2024
Liabilities		
Current liabilities		
Notes and accounts payable–trade	213,252	221,197
Short-term loans payable	178,091	231,922
Commercial paper	83,000	128,000
Current portion of bonds payable	30,000	40,000
Lease obligations	7,815	8,091
Accrued expenses	151,577	133,342
Income taxes payable	17,827	18,353
Advances received	88,415	97,020
Provision for grant of shares	70	94
Provision for periodic repairs	4,805	9,081
Provision for product warranties	4,369	4,585
Provision for removal cost of property, plant and equipment	6,511	8,466
Other	128,838	121,286
Total current liabilities	914,572	1,021,437
Noncurrent liabilities		
Bonds payable	200,000	190,000
Long-term loans payable	425,926	381,161
Lease obligations	30,729	31,709
Deferred tax liabilities	20,184	20,789
Provision for grant of shares	545	787
Provision for periodic repairs	7,924	4,600
Provision for removal cost of property, plant and equipment	15,843	13,745
Net defined benefit liability	133,434	134,771
Long-term guarantee deposits	23,295	23,408
Other	41,654	38,451
Total noncurrent liabilities	899,534	839,420
Total liabilities	1,814,106	1,860,857
Net assets		
Shareholders' equity		
Capital stock	103,389	103,389
Capital surplus	80,272	80,385
Retained earnings	1,135,533	1,144,368
Treasury stock	(7,316)	(7,318)
Total shareholders' equity	1,311,878	1,320,824
Accumulated other comprehensive income		
Net unrealized gain on other securities	51,269	49,810
Deferred gains (losses) on hedges	(14)	737
Foreign currency translation adjustment	417,391	505,619
Remeasurements of defined benefit plans	32,867	32,345
Total accumulated other comprehensive income	501,513	588,511
Non-controlling interests	35,234	36,714
Total net assets	1,848,625	1,946,049
Total liabilities and net assets	3,662,730	3,806,906

2. Statements of income and statements of comprehensive income

1) Statements of income

	Q1 2023	Q1 2024
Net sales	650,739	735,934
Cost of sales	464,295	504,324
Gross profit	186,444	231,610
Selling, general and administrative expenses	164,653	181,737
Operating income	21,791	49,873
Non-operating income		
Interest income	1,134	2,790
Dividends income	1,508	1,645
Equity in earnings of affiliates	—	954
Foreign exchange gain	13	1,816
Other	2,051	1,806
Total non-operating income	4,706	9,011
Non-operating expenses		
Interest expense	1,501	1,989
Equity in losses of affiliates	321	—
Other	3,296	3,176
Total non-operating expenses	5,118	5,166
Ordinary income	21,378	53,718
Extraordinary income		
Gain on sales of investment securities	746	5,830
Gain on sales of noncurrent assets	93	206
Insurance income	—	1,246
Total extraordinary income	839	7,283
Extraordinary loss		
Loss on valuation of investment securities	—	611
Loss on disposal of noncurrent assets	1,319	1,569
Impairment loss	1	281
Loss on product compensation	—	1,800
Business structure improvement expenses	1,916	7,352
Total extraordinary loss	3,236	11,613
Income before income taxes	18,981	49,389
Total income taxes	8,805	14,419
Net income	10,176	34,969
Net income attributable to non-controlling interests	585	877
Net income attributable to owners of the parent	9,591	34,092

2) Statements of comprehensive income

	Q1 2023	Q1 2024
Net income	10,176	34,969
Other comprehensive income		
Net increase (decrease) in unrealized gain on other securities	7,960	(1,490)
Deferred gains (losses) on hedges	(114)	751
Foreign currency translation adjustment	97,470	89,113
Remeasurements of defined benefit plans	(403)	(521)
Share of other comprehensive income of affiliates accounted for using equity method	1,714	16
Total other comprehensive income	106,627	87,868
Comprehensive income	116,803	122,838
Comprehensive income attributable to:		
Owners of the parent	115,469	121,090
Non-controlling interests	1,334	1,748

3. Statements of cash flows

	Q1 2023	Q1 2024
Cash flows from operating activities		
Income before income taxes	18,981	49,389
Depreciation and amortization	36,618	36,295
Impairment loss	1	281
Amortization of goodwill	7,043	7,977
Increase (decrease) in provision for grant of shares	317	266
Increase (decrease) in provision for periodic repairs	513	952
Increase (decrease) in provision for product warranties	254	126
Increase (decrease) in provision for removal cost of property, plant and equipment	(72)	(144)
Increase (decrease) in net defined benefit liability	950	(1,936)
Interest and dividend income	(2,642)	(4,435)
Interest expense	1,501	1,989
Equity in (earnings) losses of affiliates	321	(954)
(Gain) loss on sales of investment securities	(746)	(5,830)
(Gain) loss on valuation of investment securities	—	611
(Gain) loss on sale of property, plant and equipment	(93)	(206)
(Gain) loss on disposal of noncurrent assets	1,319	1,569
(Increase) decrease in notes, accounts receivable–trade, and contract assets	17,959	(1,850)
(Increase) decrease in inventories	(1,213)	(15,200)
Increase (decrease) in notes and accounts payable–trade	(29,191)	(22)
Increase (decrease) in accrued expenses	(32,031)	(22,652)
Increase (decrease) in advances received	1,603	7,032
Other, net	13,213	(8,388)
Subtotal	34,605	44,868
Interest and dividend income, received	5,812	5,499
Interest expense paid	(1,218)	(2,182)
Income taxes (paid) refund	(9,041)	(6,626)
Net cash provided by (used in) operating activities	30,158	41,559
Cash flows from investing activities		
Payments into time deposits	(587)	(643)
Proceeds from withdrawal of time deposits	588	855
Purchase of property, plant and equipment	(45,606)	(42,674)
Proceeds from sales of property, plant and equipment	1,360	302
Purchase of intangible assets	(8,393)	(3,700)
Purchase of investment securities	(2,643)	(18,771)
Proceeds from sales of investment securities	821	6,582
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	—	1,809
Payments of loans receivable	(1,968)	(842)
Collection of loans receivable	1,088	489
Other, net	257	(229)
Net cash provided by (used in) investing activities	(55,085)	(56,823)

	Q1 2023	Q1 2024
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	511	16,455
Increase (decrease) in commercial paper	47,000	45,000
Proceeds from long-term loans payable	65,500	234
Repayment of long-term loans payable	(1,178)	(10,450)
Redemption of bonds	(20,000)	—
Repayments of lease obligations	(1,907)	(2,328)
Purchase of treasury stock	(2)	(3)
Proceeds from disposal of treasury stock	—	28
Cash dividends paid	(24,981)	(24,981)
Cash dividends paid to non-controlling interests	(237)	(960)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(166)	(325)
Other, net	213	(35)
Net cash provided by (used in) financing activities	64,752	22,635
Effect of exchange rate change on cash and cash equivalents	16,789	18,494
Net increase (decrease) in cash and cash equivalents	56,615	25,865
Cash and cash equivalents at beginning of period	247,903	333,498
Increase (decrease) in cash and cash equivalents resulting from changes in scope of consolidation	—	134
Cash and cash equivalents at end of period	304,518	359,497