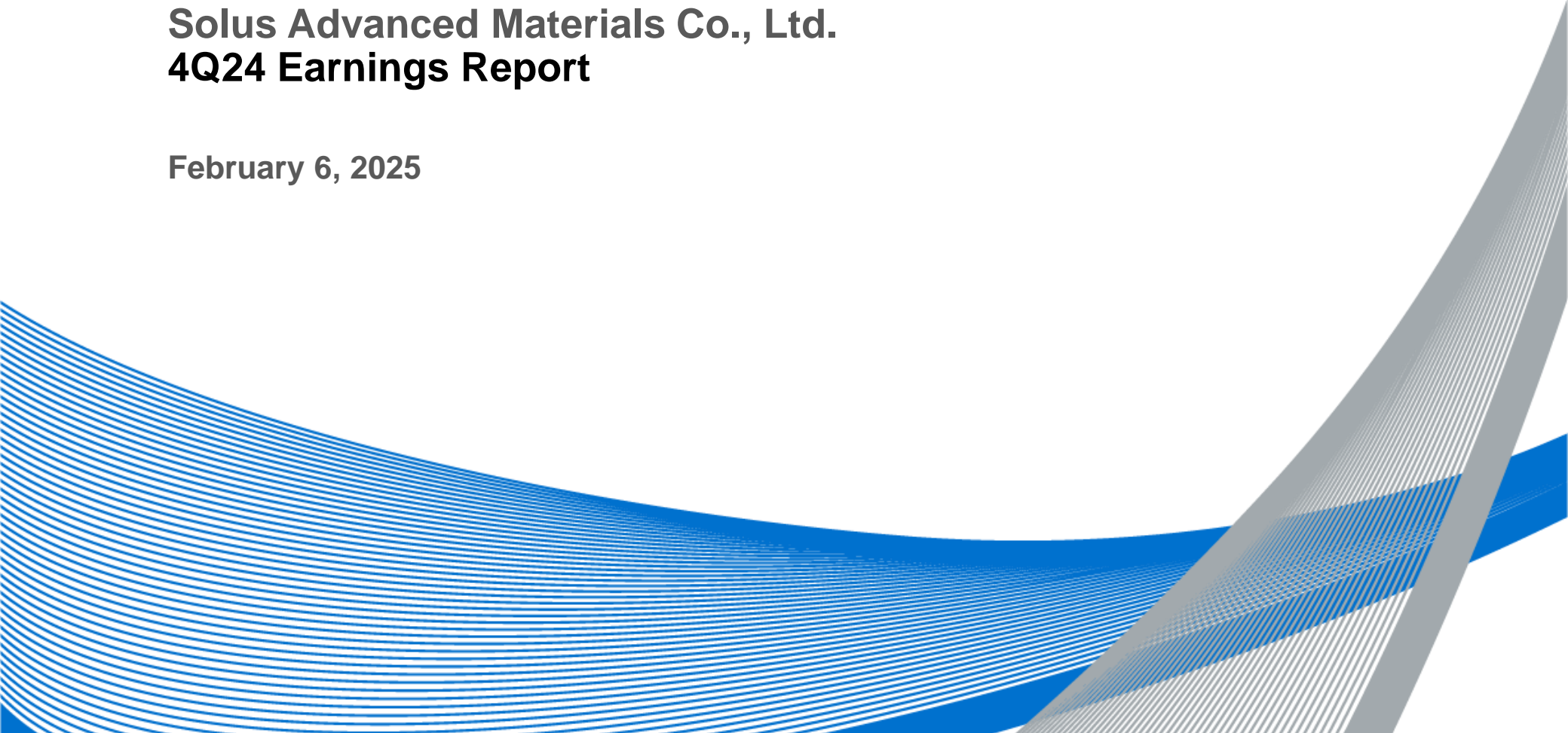




**Solus Advanced
Materials**

Solus Advanced Materials Co., Ltd. 4Q24 Earnings Report

February 6, 2025



Disclaimer

The information herein has been prepared based on unaudited financial statements for your information purposes only and contains preliminary figures which may change depending on the external audit results.

All information about the company's financial performance contained in this material is based on consolidated financial statements in accordance with Korean IFRS.

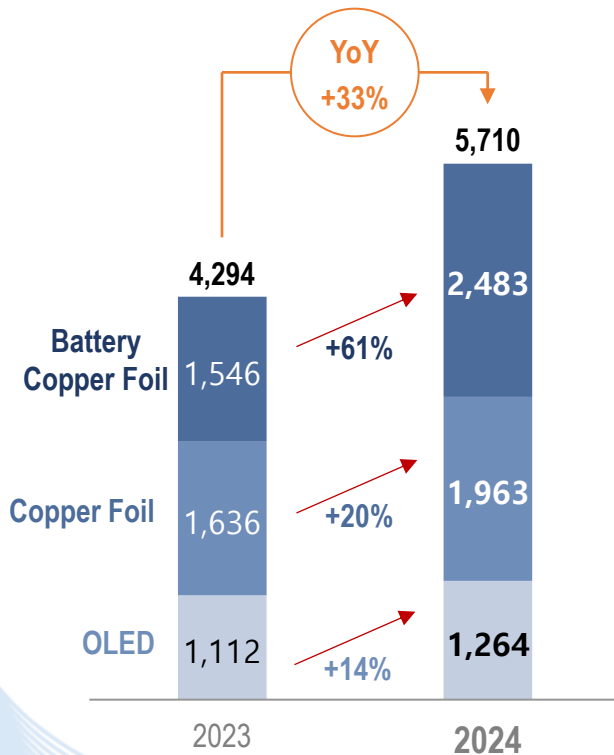
This material also contains “forecasts” based on predictions, forecasts, plans and expectations for the future, and these “forecasts” may differ significantly from the company’s actual performance to be provided in the future due to their uncertain nature.

2024 Annual Earnings Report

- Sales increased by 33.0% compared to last year to KRW 571 billion won due to: increased supply of battery copper foil for European/North American customers, increased supply of copper foil for AI accelerators, and increased supply caused by increased operating rates of OLED customers.
- The deficit was reduced compared to last year due to: increased battery copper foil supply, increased sales of high-end products, and high-intensity cost saving activities.

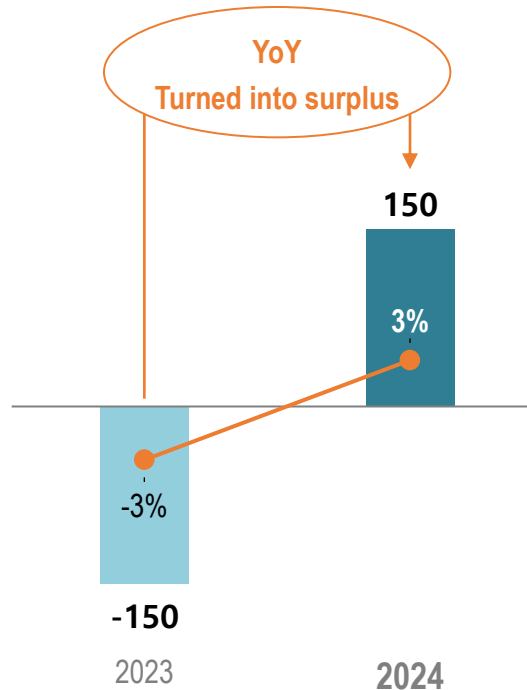
Sales

(Unit: 100 million KRW)



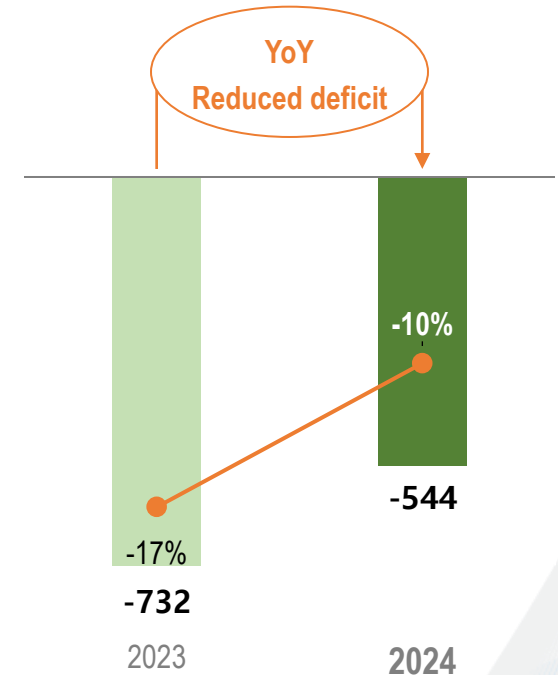
EBITDA

● EBITDA Margin (%)
■ EBITDA (100 million KRW)



Business Profits

● Operating Profit Margin (%)
■ Business Profits (100 million KRW)



4Q 2024 Performance & 1Q 2025 Plan by Business Division

Investor Relations 2024

4Q 2024 Performance

- **Elecfoil:** Sales of QoQ+45.8% and YoY+34.5% due to the operation of the second plant in Hungary and increased sales for European/North American customers
- **Copper foil:** Sales of QoQ + 7.7% and YoY + 14.7% due to increased sales of high-end products such as copper foil for AI accelerators
- **Electronic materials:** Sales QoQ+6.6% and YoY+11.4% due to increased supply caused by increased operation rates of major customers

1Q 2025 Plan

- **Elecfoil:** Plan to increase shipments of existing products and expand supply of high-profit products
- **Copper foil:** Plan to continuously expand the supply of high-end copper foil to big tech customers targeting the AI market
- **Electronic materials:** Plan to expand sales of mobile and IT products and new non-light-emitting products

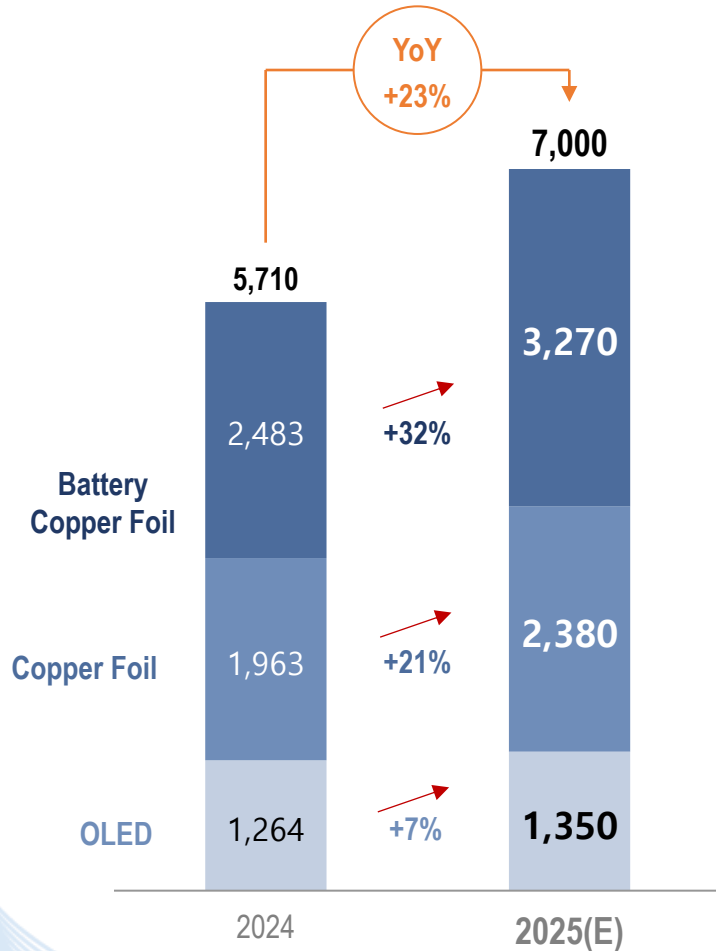
(Unit: 100 million KRW)

Category	4Q 2024	Compared to the previous quarter (QoQ)		Compared to the same period last year (YoY)	
		3Q 2024	Growth	4Q 2023	Growth
Sales	1,657	1,347	+23.0%	1,043	+21.1%
Battery Copper Foil	802	550	+45.8%	369	+34.5%
Copper Foil	531	493	+7.7%	384	+14.7%
Electronic Materials	324	304	+6.6%	290	+11.4%
EBITDA (%)	74 (4.6%)	-15 (-1.1%)	Turned into surplus	8 (-0.8%)	+825.0%
Business Profits (%)	-113 (-6.8%)	-187 (-13.9%)	+39.6%	-100 (-9.6%)	+13.0%

Sales Forecast and Key Promotion Strategies for 2025

Sales Forecast for 2025

(Unit: 100 million KRW)



Elecfoil: Targeting 32% of sales growth

- **Promoting profit maximization through the sales expansion of high-end elecfoil products**
 - Moving from existing products (BF) to high-yield products (SR, HTS) / Expanding sales
- **Maximizing production volume and establishing stable production systems for high-end elecfoil products**
 - Establishing stable production systems to maximize production volume based on enhanced yield and to increase supply of high-yield products

Copper foil: Targeting 21% of sales growth

- **Expanding product supply for high-yield HVLP/ semiconductor package**
 - Realizing stable product supply and initiating mass production for new customers in order to secure solid market dominance of HVLP3
 - Promoting the expansion of customer approval to secure leading market position for HVLP4/5

Electronic materials business: Targeting 7% of sales growth

- **Expanding sales for IT-oriented products, considering the growth of mobile and IT-oriented OLED markets**
 - Securing sales growth and profitability by developing and introducing new IP products, and expanding new non-light-emitting products
 - Responding to the expansion of new models by securing stable production bases such as Hameyol plant (Dec. 2025)

Summary Consolidated Statement of Financial Position

Investor Relations 2024

(KRW 100 million)

Classification	Dec. 2020	Dec. 2021	Dec. 2022	Dec. 2023	Dec. 2024
Current assets	4,504	3,945	5,080	5,643	5,968
Non-current assets	3,908	6,171	9,530	11,424	14,677
Total assets	8,412	10,116	14,610	17,067	20,645
Current liabilities	1,674	2,926	4,221	5,680	5,442
Non-current liabilities	1,839	1,968	1,208	805	4,289
Total liabilities	3,513	4,894	5,429	6,485	9,731
Capital stock	40	40	45	45	91
Total shareholders' equity	4,899	5,222	9,181	10,582	10,914
Debt ratio	72%	94%	59%	61%	89%
[Borrowings]					
Borrowings	2,484	2,995	3,520	3,746	7,645
Cash	3,056	1,396	1,628	2,741	1,751
Net borrowings	-572	1,599	1,893	1,006	5,894

※ The current quarter data is based on unaudited financial statements.

Summary Consolidated Comprehensive Income Statement

Investor Relations 2024

(KRW 100 million)

Classification	'21	'22	'23					'24				
			1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Sales	3,803	4,612	1,128	1,012	1,112	1,043	4,294	1,213	1,493	1,347	1,657	5,710
Battery foil	378	1,127	402	367	409	369	1,546	463	668	550	802	2,483
Copper foil	2,036	1,805	452	369	430	384	1,636	437	502	493	531	1,963
Electronic materials	950	1,251	274	276	273	290	1,112	313	323	304	324	1,264
Bio	440	429	-	-	-	-	-	-	-	-	-	-
Cost of sales	3,028	4,158	1,081	1,047	1,089	905	4,122	1,108	1,379	1,286	1,534	5,307
Gross profit	775	454	47	-36	24	138	172	105	114	61	123	403
SG&A	725	906	237	202	227	238	904	245	218	248	236	947
Operating profit	50	-452	-190	-238	-203	-100	-732	-140	-104	-187	-113	-544
(%)	1.3%	-9.8%	-16.9%	-23.5%	-18.3%	-9.6%	-17.0%	-11.5%	-7.0%	-13.9%	-6.8%	-9.5%
Gains (losses) on interest	-45	-67	-34	-55	-41	-34	-163	-41	-50	-43	-61	-195
Gain (losses) on foreign currency transactions	81	113	2	-2	4	-6	-3	-5	2	-3	22	16
Gain (losses) on foreign currency translation	15	58	1	6	97	-111	-7	121	82	-184	404	423
Net income before corporate tax	36	-367	-230	-301	2,953	-537	1,884	-73	-81	-423	203	-375
Corporate tax	9	71	-16	-43	792	-108	625	17	18	-60	78	54
Profit (losses) from continuing operations	27	-438	-213	-258	2,161	-430	1,259	-91	-99	-363	124	-429
Profit (losses) from discontinued operations	-25	-34	-1	8	0	1	9	-	-	-	-	-
Net income	2	-472	-214	-250	2,161	-429	1,268	-91	-99	-363	124	-429
Net Income of controlling shareholders	119	-113	-110	-132	2,273	-156	1,875	17	3	-217	242	45

※ The current quarter data is based on unaudited financial statements.

※ Due to the disposal of Solus Biotech, discontinued business (bio) was excluded from sales from 1Q 2023 and classified as discontinued operating profit (losses).

Solus Advanced Materials Co., Ltd.
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