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[Documents delivered to shareholders]

Securities code: 5016

Fiscal year ended March 31, 2026

BUSINESS REPORT



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The following materials to be provided electronically are not included in this Report (documents delivered to shareholders) in accordance with laws and regulations and Article 16 Paragraph (2) of the Articles of Incorporation.

- a) Matters Concerning the Independent Auditor and the System to Ensure Proper Operations and the Outline of the Operational Effectiveness Thereof, which form part of Business Report
- b) Consolidated Statements of Changes in Equity and Notes to Consolidated Financial Statements, which form part of Consolidated Financial Statements
- c) Non-consolidated Statements of Changes in Equity and Notes to Non-consolidated Financial Statements, which form part of Non-consolidated Financial Statements

The Audit and Supervisory Committee has audited the documents listed in a) through c) above, in addition to the Business Report, Consolidated Financial Statements, and Non-consolidated Financial Statements presented in this Report. In addition, the Independent Auditor has audited the documents listed in b) through c) in addition to the Consolidated Financial Statements and Non-consolidated Financial Statements presented in this Report.

1 Matters Concerning Present Condition of the Corporate Group

(1) Business Progress and Results

a. Establishment of JX Advanced Metals Group's Philosophy

In March 2025, JX Advanced Metals (the Company) was listed on the Tokyo Stock Exchange Prime Market and also celebrated its 120th anniversary. Marking these milestones, we established the JX Advanced Metals Group's Philosophy in September 2025 with the aim of reaffirming the Group's purpose (Our Purpose) and values/guidelines for corporate conduct (Our Way) to strengthen the unity of the entire Group in our commitment to delivering even greater value to society.

This philosophy outlines the Group's approach to providing value to society through our business activities, reflecting our commitment to pursuing value creation with innovative thinking and enriching people's lives, even as the global business environment grows increasingly uncertain and complex.

We also established an implementation framework to ensure that all members of the Group live by this philosophy, and have taken concrete steps to embed it in our daily activities. With the philosophy positioned as a pillar of business activities of the Group, we will work to forge a collaborative relationship with our stakeholders and sustainably increase our corporate value.

b. Circumstances Surrounding the Group

When looking at the global economy in the period under review, weighed down by U.S. tariff policy and heightened geopolitical risks associated with conflict in the Middle East, overall economic expansion was moderate. In the global trade and investment landscape, the multifaceted effects of tariff measures and tighter export control regulations and investment restrictions created even more uncertainty for business activities. As a result, the global economy continued to face downside risks to its growth rate.

The Japanese economy, while corporate earnings and exports were affected by the uncertainty over the U.S. tariff policy, showed signs of a moderate recovery, primarily driven by domestic demand, with consumer spending showing signs of picking up amid improvement in personal income.

The yen against the U.S. dollar appreciated to around 140 yen per U.S. dollar at the beginning of the period under review on the back of market uncertainty over U.S. tariff policy. Subsequently, the yen shifted to a depreciation trend due to the robust performance of the U.S. economy and the continued de facto monetary easing in Japan. As a result, the exchange rate of the yen to the U.S. dollar came in at 160 yen at the end of the period under review, with the average across the period rising 2 yen year on year to 151 yen.

The international copper prices (London Metal Exchange or LME prices) started the period under review at 438 cents per pound. The prices remained largely on an uptrend amid concerns over U.S. tariffs to be imposed on copper, supply disruptions caused by troubles at overseas mines, as well as an inflow of speculative funds amid expectations for a rate cut in the United States. On January 29, 2026, the copper price reached a then-record high of 628 cents per pound. After pulling back from these high levels, the prices came to 552 cents per pound at the end of the period under review, with the average across the period rising 66 cents year on year to 491 cents per pound.

The semiconductor market grew significantly, driven by robust AI-related investments and increased demand for AI servers and network equipment in data centers. Network equipment also witnessed growth in the optical communication field. The information and communications market remained strong, supported by upgrade demand for smartphones, PCs, and tablets due to the transition to Windows 11 and the inclusion of AI functions, etc.

Against this backdrop, the business environment surrounding the Group has been supported by the strong expansion of AI-related investments, while at the same time remaining uncertain due to U.S. tariff policy and geopolitical risks.

c. Summary of Consolidated Business Results and Progress and Results of Each Segment

Amid such a business environment, the Company promoted various measures aimed at realizing the JX Advanced Metals Group Long-Term Vision 2040 (Long-Term Vision), including initiatives to further accelerate the growth of our Focus Businesses, which are the core of our growth strategy, and to enhance business resilience with a focus on capital efficiency in our Base Businesses.

Furthermore, on March 26, 2026, we opened the Hitachinaka Factory as a new major facility for semiconductors and other advanced materials. Anticipating a rise in demand for advanced logic semiconductors and advanced memory semiconductors, primarily for AI data centers, we will strengthen the factory's supply capacity for sputtering targets for semiconductors and other products, as well as increase our competitiveness in the advanced semiconductor supply chain through research and development and the creation of new businesses.

The JX Advanced Metals Group's consolidated business results were net sales of 884.6 billion yen (23.7% increase year on year), mainly due to increased sales of mainstay products, such as sputtering targets for semiconductors and treated rolled copper foil, and higher copper prices, despite the negative impact of the strong yen. Operating profit also increased 55.5% year on year to 175.0 billion yen.

	Net sales (Billions of yen)		Operating profit (Billions of yen)	
	FYE March 2025	FYE March 2026	FYE March 2025	FYE March 2026
Semiconductor Materials Segment	148.0	177.2	26.7	39.5
ICT Materials Segment	265.1	318.7	25.1	31.5
Metals & Recycling Segment	306.5	407.9	74.5	139.5
Other (Inter-segment adjustments / common business expenses, etc.)	(4.7)	(19.2)	(13.9)	(35.5)
Consolidated total	714.9	884.6	112.5	175.0

Semiconductor Materials Segment

Net sales

177.2 billion yen

YoY +19.7 %

Operating profit

39.5 billion yen

YoY +47.7%

Trends in net sales (Billions of yen) Trends in operating profit (Billions of yen)



Operating profit in the Semiconductor Materials Segment increased 12.8 billion yen year on year to 39.5 billion yen in the fiscal year under review, mainly due to increased sales of sputtering targets for semiconductors and other mainstay products, driven by expanding AI-related demand, despite the negative impact of the strong yen.

- [Production capacity additions to capitalize on the growth of the semiconductor market](#)

To meet the further increase in demand for semiconductor materials driven by the growth of the AI- and data center-related markets, we have been making investments to increase our production capacity for related products.

We decided to raise our production capacity for sputtering targets for semiconductors at the Hitachinaka Factory in anticipation of a sharp increase in demand for these products, which are necessary for advanced semiconductors used in AI data centers.

As for InP (indium phosphide) substrates for optical communication light-receiving and emitting devices used in data centers, we have continued to make investments to increase production capacity at our Isohara Works to strengthen our supply system and meet growing demand over the medium to long term, including for larger sizes of these products.



InP substrates

ICT Materials Segment

Net sales

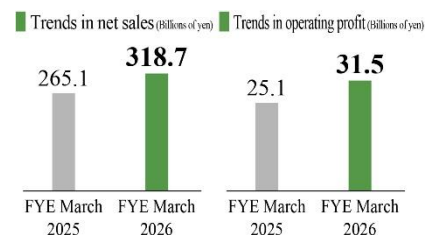
318.7 billion yen

YoY +20.2%

Operating profit

31.5 billion yen

YoY +25.5%



Operating profit in the ICT Materials Segment rose 6.4 billion yen year on year to 31.5 billion yen in the fiscal year under review, due to the increased sales of treated rolled copper foil resulting from a recovery in demand for smartphones and increased sales of the Company's high-performance copper alloy products due primarily to increased adoption of titanium copper for use in AI servers, which was partially offset by the negative impact of the strong yen and the absence of the gain on bargain purchase arising from the acquisition of TATSUTA Electric Wire and Cable Co., Ltd. as a consolidated subsidiary in August 2024.

- Accelerating the shift to high-performance, high-value-added products

We are reviewing our product portfolio in light of the increasing demand for high-performance, high-value-added products, including treated rolled copper foil and titanium copper, driven by the evolution of devices across various fields, including mobiles, data centers, mobility, and robotics.

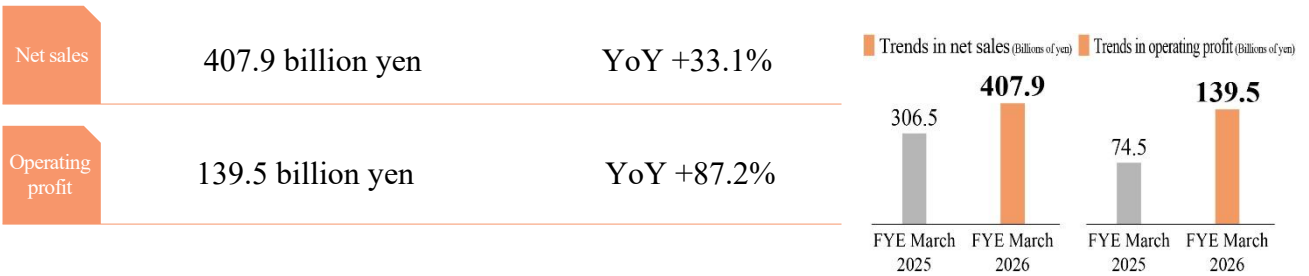
As part of this, we have decided to discontinue production of phosphor bronze strips in March 2028 and allocate the production capacity of the Kurami Works, the main production base of the Functional Materials Business, to growth areas such as treated rolled copper foil and titanium copper. In doing so, we aim to strengthen the profitability and business structure of this business.



Titanium copper



Metals & Recycling Segment



Operating profit in the Metals & Recycling Segment rose 64.9 billion yen year on year to 139.5 billion yen in the fiscal year under review despite negative factors such as strong yen, the absence of gain on partial transfer of shares in SCM Minera Lumina Copper Chile (MLCC) in July 2024 and the absence of part of share of profit of investments accounted for using equity method, mainly due to rising copper prices and an increase in profit of investments accounted for using equity method resulting from the recording of deferred tax assets at MLCC.

- Strengthening the smelting business through business structure shifts

In light of changes in the environment for procuring raw materials, we are working to strengthen the Metals & Recycling Business through shifts in our business structure. Specifically, we are increasing the proportion of recycled raw materials used through capital investments and technological development aimed at increasing our processing of recycled raw materials in a bid to improve profitability.

In addition, we have begun deliberations regarding the integration of the businesses spanning from the procurement of copper concentrates to the sale of copper cathodes conducted by Mitsubishi Materials Corporation into the same businesses operated by our investee Pan Pacific Copper Co., Ltd. (PPC). Through this integration, we aim to strengthen our international competitiveness by consolidating the procurement of copper concentrates, and to establish a new framework to maintain and improve profitability by centralizing common functions and optimizing sales operations.



Sample of recycled raw materials

d. Reinforcing our growth foundation for advanced materials

Under our Long-Term Vision, the Group considers securing a stable supply and strengthening competitiveness of materials essential for advanced fields, including semiconductors and information and communications technology, as key management issues. Accordingly, we have made ongoing efforts to build a growth foundation for advanced materials and reinforce our minor metals supply chain.

- Strengthening our business foundation by turning Toho Titanium Co., Ltd. into a wholly owned subsidiary

At the Board of Directors meeting held on February 25, 2026, we resolved to make Toho Titanium Co., Ltd. a wholly owned subsidiary. By turning said company into a wholly owned subsidiary, we will combine our respective management resources in high-melting-point metals, including titanium, within the Group, and further enhance our product development capabilities and supply system for advanced materials, such as CVD and ALD materials for next-generation semiconductors, where we have a strong presence.

Furthermore, by promoting vertical integration across the entire supply chain, spanning raw material procurement through to manufacturing and sales, we aim to improve the supply stability of basic materials, including titanium, and strengthen the stability and competitiveness of our existing businesses.

- Ensuring stable long-term procurement of minor metals through resource projects

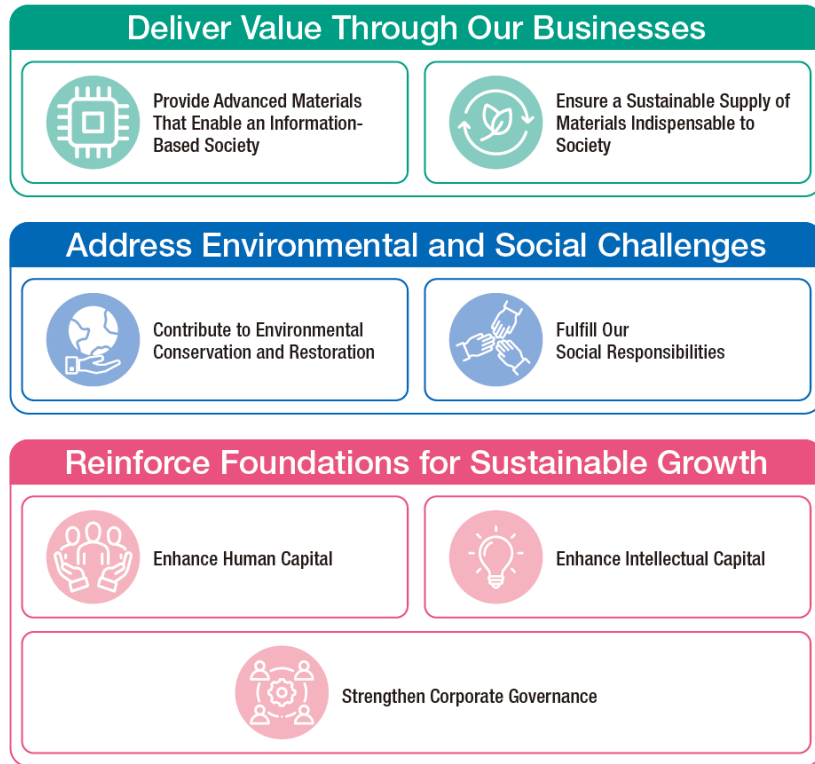
Minor metals are raw materials essential for advanced semiconductors and next-generation devices, but their scarcity and geographical concentration raise concerns about future supply and demand imbalances. To address this, the Company decided in June 2025 to acquire a portion of the interests in the Mineral Sands Deposit Development Project in Australia (the Copi Project) and to participate in the project, with the aim of securing stable minor metal resources, including titanium, over the long term. In March 2026, we also decided to invest in Canada-based Fireweed Metals Corp., which is undertaking multiple projects with the potential to supply minor metals such as tungsten, gallium, and germanium.

Through participation in these resource projects, we aim to achieve the stable procurement of minor metal resources, including titanium, over the long term, thereby strengthening the resilience of our entire supply chain and achieving the sustainable growth of our Focus Businesses.

e. Sustainability Initiatives

● Promotion of sustainability management

Based on the JX Advanced Metals Group’s Philosophy, the Group has identified materialities that we should address in order to realize the Long-Term Vision, which articulates the state the Group aspires to attain in 2040.



In 2018, we identified 10 “Material Issues for CSR Activities” through the following steps. Subsequently, following the formulation of the Long-Term Vision, we reviewed these issues in 2020 and reorganized them into six materialities for achieving this vision. In the period under review, the Company deliberated over the revision of these materialities in response to the evolution of our business portfolio, changes in the business environment surrounding the Group, including our public listing, and the establishment of our Philosophy.



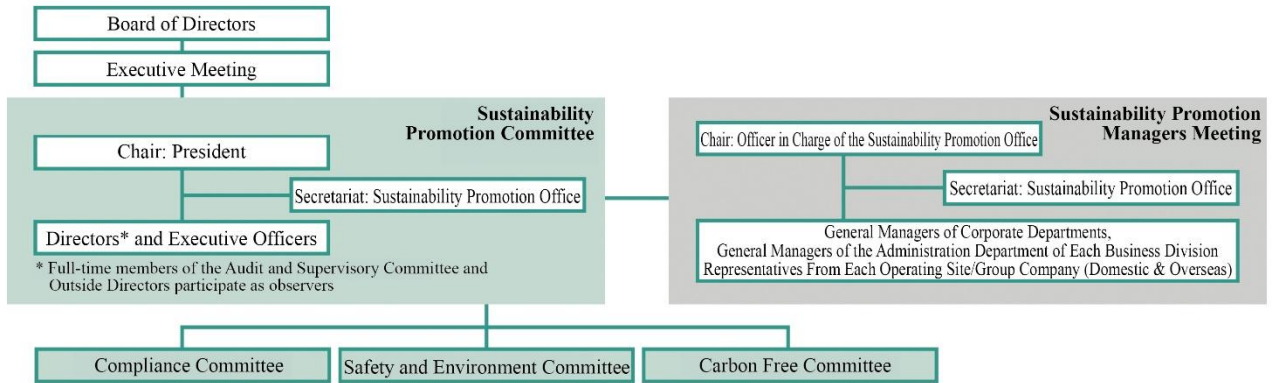
In revising our materialities, while building upon the existing framework, the Group placed emphasis on clarifying the value we provide to society and the foundations that support such value creation, taking into account the concept of Sustainability Transformation (SX) promoted by Japan’s Ministry of Economy, Trade and Industry, as well as integrated thinking reflected in the International Integrated Reporting Framework. Each materiality will be managed by setting KPIs and measuring and evaluating the degree of achievement at the Sustainability Promotion Committee (described later).

● Sustainability promotion structure

In the JX Advanced Metals Group, the Sustainability Promotion Committee serves as an advisory body to the president. The Committee takes responsibility for formulating the basic policies and activity plans related to sustainability initiatives as well as monitoring these initiatives. The Sustainability Promotion Committee is chaired by the president of the Company, with members from the Executive Meeting and participation by Outside Directors as observers. The Committee meets twice a year in principle. Important sustainability-related matters are discussed and reported to the Board of Directors as appropriate.

In addition, to promote and permeate sustainability initiatives throughout the Group, we have established the Sustainability Promotion Managers Meeting as a subordinate body to this committee, consisting of the sustainability promotion managers from each of the Company’s departments and each Group company.

◎ Sustainability promotion structure



● Sustainability Information

In our Integrated Report 2025, we comprehensively describe our attitude and direction from both financial and non-financial aspects in our value creation story, business strategies, environment, human resources, and corporate governance initiatives. In addition, we have launched our sustainability website that complements the Integrated Report and provides more detailed information.

URL	(Integrated Report) https://www.jx-nmm.com/english/ir/integrated/ (Sustainability website) https://www.jx-nmm.com/english/sustainability/
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(2) Financing

The long-term funds necessary for the business of each Group company are procured mainly by the Company.

In the fiscal year under review, we procured funds through borrowings from banks, etc. The Group's consolidated balance of borrowings at the end of the fiscal year under review increased by 23.0 billion yen to 324.3 billion yen.

(3) Capital Investment

Business	Capital investment amount (Billions of yen)	Main description
Semiconductor Materials Segment	24.3	Increasing the production capacity of sputtering targets for semiconductors
ICT Materials Segment	27.9	Investment to meet market needs, maintenance investments, etc.
Metals & Recycling Segment	17.0	Maintenance investments
Other	8.7	Improving infrastructure at the Hitachinaka Factory, etc.
Total	77.9	—

(4) Issues to be Addressed

a. Basic Management Policy—Long-Term Vision

Based on the Long-Term Vision, our basic policy is to transform from a process industry-type firm to a technology-based firm to achieve a highly profitable business structure even amid increasingly fierce global business competition, and in turn contribute to the realization of a sustainable society as a global leader in semiconductor and ICT materials.

We have positioned the Focus Businesses at the core of our growth strategy, and are aiming for profit growth that exceeds market growth through technological differentiation in advanced materials and the creation of markets. Our Base Businesses make use of an optimally sized business structure to support the Focus Businesses through the stable supply of copper and minor metals, and contribute to the realization of a sustainable society.

Transition from a process industry-type firm to a technology-based firm, aiming to contribute to the realization of a sustainable society as a global leader in the semiconductor and ICT materials sectors to realize a highly profitable structure, even in the face of intensifying international competition

Target Business Portfolio

Position the Focus Businesses as the core of our growth strategy

- Build appropriate structure for Base Businesses, regardless of business scale, to support growth of Focus Businesses
- Position **copper and minor metals** indispensable to semiconductor and ICT materials as core domains

[Growth] Focus Businesses

Semiconductor Materials Segment and ICT Materials Segment

- Aim to achieve profit growth exceeding market growth through technological differentiation
- Drastically expand scale of revenue and make the segment a source of profits with diverse line-up of technologies and small-lot, highly profitable products

[Business Foundation] Base Businesses

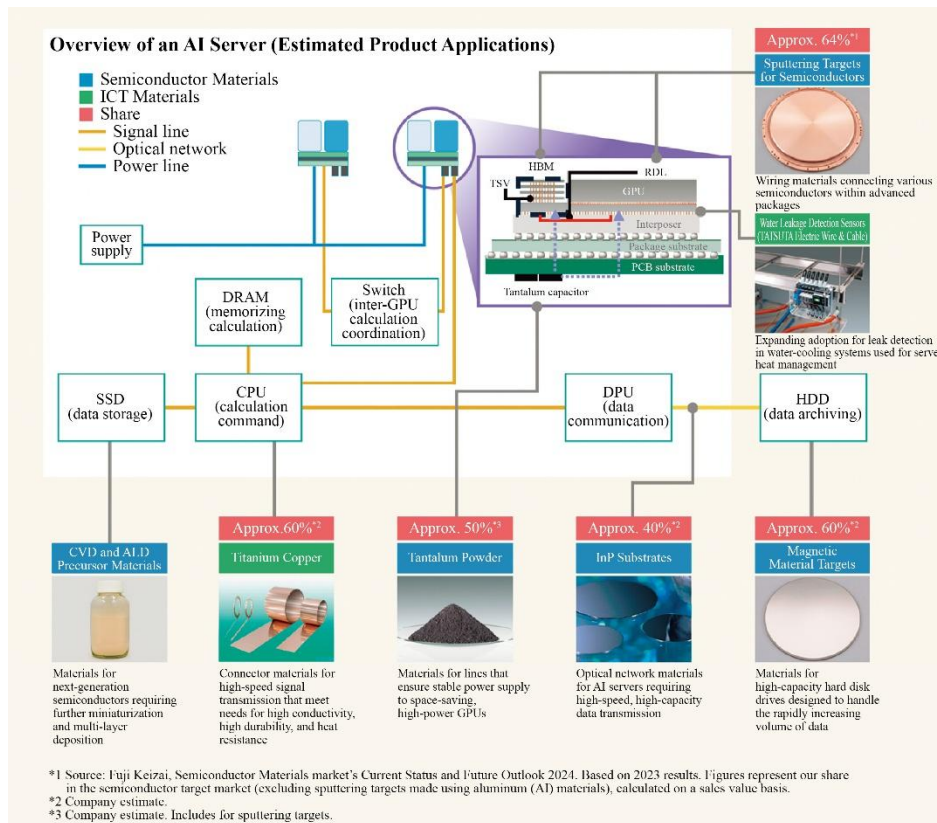
Metals & Recycling Segment

- Secure a stable supply of raw materials (copper and minor metals) for the Focus Businesses
- Supply basic materials required for advanced materials in a sustainable manner, contributing solutions of ESG issues

b. Strengthening production capacity of the Company's products in response to expanding demand for data centers

Against the backdrop of the spread of generative AI and progress in digitalization, investments in data centers centering on AI servers are increasing globally. Along with this trend, the progress toward higher performance of advanced semiconductors and advancement in higher-speed, higher-capacity data communication, and demand for semiconductor materials and optical communication-related materials are expected to increase over the medium to long term.

Under these business circumstances, seeing the expanding demand for data centers as an important growth opportunity, we will systematically conduct capital investments aimed at higher production capacity and productivity of products used in data centers and AI servers (see below diagram), such as sputtering targets for semiconductors, sputtering targets for magnetic materials, InP (indium phosphide) substrates, tantalum powder, and titanium copper, aiming to build a production system capable of steadily capturing market growth.



c. Development of Next-Generation Products that Hold a Dominant Position in the Global Market

We are implementing measures aimed at creating products that gain a dominant position in the global markets in the future, with a view to achieving sustainable growth in the next-generation semiconductor field. In particular, we are focusing on the advanced materials and advanced packaging areas, which are becoming increasingly important amid advancements in semiconductor performance and integration. We are developing materials based on customer needs and developing production facilities and technological infrastructure with an eye to mass production.

Specifically, in addition to participating in JOINT3, an international consortium for the research and development of next-generation semiconductor packaging technology, we are incorporating cutting-edge technological trends and external expertise through collaboration with startups and universities as we work to enhance our technological development and explore new applications.

We are also leveraging the purification, surface control, composition, and analytical evaluation technologies we have accumulated through the years to expand our business not only in crystalline materials, such as CdZnTe (cadmium zinc telluride) substrates, which are expected to grow in the medical and sensor fields, but also in thin film formation materials, such as CVD and ALD materials, which are expected to be materials for next-generation semiconductors.

As described above, we will continue our efforts to steadily strengthen our business foundation and technological capabilities to create next-generation products that gain a dominant position in the global markets.

d. Initiatives to Achieve a Circular Economy

As society moves toward decarbonization, the introduction of renewable energy and electrification in various industries and domains is progressing. The demand for copper, minor metals, and other metal resources is expected to grow further in the future. Under these circumstances, particularly in the automobile and appliances and electronic devices industries, there is growing interest in closed-loop recycling, in which end-of-life products are collected, recycled, and reused as the same material. However, such a process is not always easy, and in order to achieve this, it is essential to develop a system to improve resource efficiency by linking together the entire supply chain involved in the product lifecycle.

With our collection and sales bases in Taiwan, the US, Canada, Germany, and Singapore, we have established a worldwide system for collecting recycled raw materials.

Furthermore, in the Metals & Recycling Business, to increase the processing of recycled raw materials, we are making capital investments, primarily in the pre-treatment processes at JX Metals Smelting Co., Ltd.'s Saganoseki Smelter & Refinery, with the aim of strengthening our ability to handle a wide range of recycled materials, including low-grade e-waste. Through these investments, we aim to increase the processing capacity and efficiency of recycled raw materials while also promoting the advancement of Green Hybrid Smelting, which utilizes the heat of oxidation reactions in ore during melting to reduce the use of fossil fuels.

Through these initiatives, we will contribute to the promotion of resource circulation and the stable procurement of metal resources, and aim to realize a circular economy.

(5) Trends in Financial Position and Operating Results

a. Trends in Financial Position and Operating Results of the Group

Category	FYE 3/2023	FYE 3/2024	FYE 3/2025	FYE 3/2026
Net sales (Billions of yen)	1,638.5	1,512.3	714.9	884.6
Operating profit (Billions of yen)	72.9	86.2	112.5	175.0
Profit attributable to owners of parent (Billions of yen)	36.9	102.6	68.3	104.6
Basic profit per share	39.78 yen	110.53 yen	73.53 yen	112.94 yen
Total assets (Billions of yen)	1,831.6	1,325.9	1,283.0	1,505.3
Total equity (Billions of yen)	602.5	720.8	711.8	838.3

(Note) The Company began preparing consolidated financial statements in the fiscal year ended March 31, 2025. Financial statements for the fiscal years ended March 31, 2023 and 2024 present the figures that are presented in the consolidated financial statements prepared in accordance with the Regulation on Terminology, Forms and Preparation Methods of Consolidated Financial Statements (Ministry of Finance Order No. 28 of 1976).

b. Trends in Financial Position and Operating Results of the Company

Category	FYE 3/2023	FYE 3/2024	FYE 3/2025	FYE 3/2026
Net sales (Billions of yen)	319.9	291.4	379.4	461.8
Ordinary profit (Billions of yen)	72.2	115.4	55.8	108.2
Profit (loss) (Billions of yen)	(7.3)	141.6	37.2	66.9
Profit (loss) per share	(7.82) yen	152.51 yen	40.12 yen	72.17 yen
Total assets (Billions of yen)	798.4	784.3	758.3	901.4

(6) Status of Material Subsidiaries and Affiliates

(as of March 31, 2026)

● Semiconductor Materials Segment ● ICT Materials Segment
● Metals & Recycling Segment

Company name	Paid-in capital	Voting rights ratio (%)	Major business activities
● ● ● JX Metals Trading Co., Ltd.	JPY 390 million	100.0	Sale of nonferrous metal products, etc.
● ● ● Nikko Metals Taiwan Co., Ltd.	TWD 63.5 million	100.0 (16.3)	Sale and contracted processing of thin film materials, collection of nonferrous metal recycled raw materials, etc.
● JX Advanced Metals USA, Inc.	USD 5.0 million	100.0	Contracted processing and sale of thin film material products
● JX Advanced Metals Korea Co., Ltd.	KRW 2,400 million	100.0	Manufacture and sale of thin film material products
● JX Advanced Metals Singapore Pte. Ltd.	USD 0.7 million	100.0	Sale of thin film material products
● TANIOBIS GmbH	EUR 26.0 thousand	100.0	Manufacture and sale of high-functional tantalum and niobium materials
● Tokyo Denkai Co., Ltd.	JPY 100 million	100.0	Manufacture and sale of high-functional tantalum and niobium materials
● JX METALS PHILIPPINES, Inc.	USD 4.0 million	100.0	Manufacture and sale of treated rolled copper foil and electrodeposited copper foil
● Nippon Mining & Metals (Suzhou) Co., Ltd.	CNY 592.8 million	100.0	Manufacture and sale of rolled stainless steel products and copper alloy products
● Toho Titanium Co., Ltd.	JPY 11,960 million	50.4	Manufacture and sale of titanium metals
● TATSUTA Electric Wire and Cable Co., Ltd.	JPY 6,680 million	100.0	Manufacture and sale of wires, cables, and electronic materials
● JX Metals Smelting Co., Ltd.	JPY 100 million	100.0	Commissioned smelting of nonferrous metals
● JX Metals Circular Solutions Co., Ltd.	JPY 100 million	80.0	Collection of recycled raw materials and lithium-ion batteries
● eCycle Solutions Inc.	CAD 75.6 million	66.0 (66.0)	Collection and pretreatment of nonferrous metal recycled raw materials
● Pan Pacific Copper Co., Ltd. (*)	JPY 5,000 million	47.8	Manufacture and sale of nonferrous metal products
● Nippon LP Resources UK Ltd.	USD 94.5 million	50.1 (50.1)	Investment in Los Pelambres Copper Mine
● SCM Minera Lumina Copper Chile (*)	USD 6,820.3 million	30.0	Operation of Caserones Copper Mine, etc.
● Minera Los Pelambres (*)	USD 373.8 million	25.0 (25.0)	Operation of Los Pelambres Copper Mine, etc.
● Jeco Corp. (*)	JPY 10 million	20.0	Investment in Escondida Copper Mine

- (Notes)
1. Companies with an asterisk are equity method affiliates of the Company.
 2. Numbers in parentheses in the voting rights ratio indicate indirect ownership percentages included in the total.
 3. The total number of consolidated subsidiaries is 80, including the 15 above. The total number of equity method affiliates is 18, including the 4 above.
 4. The Company's voting rights ratio in Toho Titanium Co., Ltd. will increase from 50.4% to 100.0% as a result of a share exchange between the Company and Toho Titanium scheduled for June 2026. As a consequence of this share exchange, the Company will no longer have any listed subsidiaries, etc.
 5. The paid-in capital of eCycle Solutions Inc. was reduced from 87.0 million Canadian dollars to 82.7 million Canadian dollars in April 2025, and further from 82.7 million Canadian dollars to 75.6 million Canadian dollars in October 2025.
 6. The Company's voting rights ratio in SCM Minera Lumina Copper Chile decreased from 30.0% to 25.0% as a result of the partial transfer of shares in SCM Minera Lumina Copper Chile from the Company to LMC Caserones SpA in April 2026.

(7) Major Business Activities

Business	Principal products
Semiconductor Materials Segment	Sputtering targets for semiconductors, sputtering targets for magnetic materials, InP (indium phosphide) substrates, CdZnTe (cadmium zinc telluride) substrates, CVD and ALD materials, tantalum powders for use in sputtering targets and capacitors
ICT Materials Segment	Treated rolled copper foil, titanium copper, titanium sponge, ultra-fine nickel powder, THC catalysts, wires for infrastructure and industrial equipment, electromagnetic shielding film
Metals & Recycling Segment	Electrolytic copper, copper cakes and billets, precious metals, sulfuric acid

(8) Main Locations (as of March 31, 2026)



Domestic locations (①)		
The Company	Head Office	Minato-ku, Tokyo
	Ibaraki Office	Kitaibaraki-shi, Ibaraki
	Isohara Works	Hitachinaka-shi, Ibaraki
	Hitachi Copper Foil Works	Kitaibaraki-shi, Ibaraki
	Kurami Works	Hitachi-shi, Ibaraki
	Saganoseki Smelter and Refinery	Samukawa-machi, Kouzagon, Kanagawa
	Technology Development Center	Oita-shi, Oita
		Hitachi-shi, Ibaraki
Subsidiaries, etc.	JX Metals Trading Co., Ltd.	Shinjuku-ku, Tokyo
	Tokyo Denkai Co., Ltd.	Koto-ku, Tokyo
	Toho Titanium Co., Ltd.	Yokohama-shi, Kanagawa
	TATSUTA Electric Wire and Cable Co., Ltd.	Higashiosaka-shi, Osaka
	JX Metals Smelting Co., Ltd.	Minato-ku, Tokyo
	JX Metals Circular Solutions Co., Ltd.	Minato-ku, Tokyo
	Pan Pacific Copper Co., Ltd.	Minato-ku, Tokyo
	Jeco Corp.	Chiyoda-ku, Tokyo

Overseas locations		
The Company	④ Chile Office	Chile
	⑪ Frankfurt Office	Germany
	⑫ Johannesburg Office	South Africa
Subsidiaries, etc.	② eCycle Solutions Inc.	Canada
	③ JX Advanced Metals USA, Inc.	USA
	④ SCM Minera Lumina Copper Chile	Chile
	④ Minera Los Pelambres	Chile
	⑤ JX Advanced Metals Korea Co., Ltd.	Korea
	⑥ Nippon Mining & Metals (Suzhou) Co., Ltd.	China
	⑦ Nikko Metals Taiwan Co., Ltd.	Taiwan
	⑧ JX METALS PHILIPPINES, Inc.	Philippines
	⑨ JX Advanced Metals Singapore Pte. Ltd.	Singapore
	⑩ Nippon LP Resources UK Ltd.	UK
	⑪ TANIOBIS GmbH	Germany

(9) Employees (as of March 31, 2026)

a. Employees of the Group

Segment	Number of employees		YoY change	
Semiconductor Materials Segment	2,261	(27)	-181	(+22)
ICT Materials Segment	4,285	(138)	+10	(-2)
Metals & Recycling Segment	1,897	(24)	+28	(+0)
Administrative Division and Technology Division, etc.	2,007	(36)	+180	(-5)
Total	10,450	(225)	+37	(+15)

- (Notes)
1. The number of employees denotes the number of full-time employees (excluding employees seconded from the Group to outside the Group and including employees seconded from outside the Group to the Group).
 2. The number of employees in parentheses denotes the number of temporary employees (excluded from the number of employees). Temporary employees are mainly part-time employees and do not include dispatched employees.
 3. The main reason for the changes in numbers of employees was inter-segment personnel transfers carried out in conjunction with the concentration of administrative and back-office operations at the Ibaraki Office, which was newly established in April 2025.

b. Employees of the Company

Number of employees	YoY change	Average age	Average years of service
3,250	-17	41.5	12.9

- (Notes)
1. The number of employees denotes the number of full-time employees (excluding employees seconded from the Company to outside the Company and including employees seconded from outside the Company to the Company).
 2. For employees seconded from outside the Company, the number of years of service is calculated from the date of receipt of these employees at the Company and does not include the number of years of service at the companies from which they were seconded.

(10) Main Lenders and Loans Payable (as of March 31, 2026)

Lender	Amount borrowed (Billions of yen)
Mizuho Bank, Ltd.	748
Sumitomo Mitsui Banking Corporation	623
Japan Bank for International Cooperation	245
Development Bank of Japan Inc.	244
The Jojo Bank, Ltd.	236
The Norinchukin Bank	236

(11) Policy on Determining Dividends of Surplus, etc.

Positioning the Focus Businesses as the core of its growth strategy in the Long-Term Vision, the Company strives to achieve profit growth above market growth by differentiating technologies in the advanced materials field and creating markets. In order for the Company to continue to grow in the highly competitive environment in the advanced materials field, it is of paramount importance to steadily implement the necessary growth investments, and we have set forth the policy to prioritize growth investments in the advanced materials field. Particularly in the Focus Businesses, it is critical to have a stable financial base that enables quick and timely investments even in a cyclical business environment. We believe that appropriate investments at the right time to maintain the Company's high growth potential will lead to an increase in profits, which is a source of returns for the shareholders, and consequently contribute to the enhancement of shareholder returns.

In view of the above, under its capital allocation policy, the Company prioritizes growth investments, particularly in the Focus Businesses, and then appropriately returns profits to shareholders while balancing this with improvements in its financial position. Based on the above, the Company's shareholder return policy is as follows: "While maintaining a consolidated dividend payout ratio of approximately 20%, the Company will also return to shareholders a portion of any upside in profits in its Base Businesses resulting from copper prices rising compared to the Company's assumptions."

With regard to this policy, at the Board of Directors' meeting held on May 11, 2026, the Company resolved to change its shareholder return policy for the fiscal year ending March 31, 2027, and thereafter, with a view to enhancing the predictability of shareholder returns by clarifying and simplifying its policy, and achieving stable dividends by discontinuing linkage to copper prices, taking into account the planned acquisition of Toho Titanium Co., Ltd., which conducts a titanium business, as a wholly owned subsidiary through a share exchange. The new shareholder return policy is as follows: "The Company will, as a basic principle, maintain a consolidated dividend payout ratio of approximately 25% and set the minimum dividends per share at 20 yen. However, in the event of large-scale asset sales or share repurchase, it will be separately considered by taking into account the total shareholder return ratio." As for the shareholder return policy for the fiscal year ending March 31, 2027, as the Company plans to conduct a substantial amount of share repurchasing, the dividends per share will be set at the minimum amount of 20 yen.

Details are also posted on the Company's website (URL: <https://www.jx-nmm.com/english/newsrelease/>).

In addition, the Company basically distributes dividends of surplus twice a year: an interim dividend with a record date of September 30, and a year-end dividend with a record date of March 31. The Articles of Incorporation of the Company stipulate that dividends of surplus and other matters specified in each item of Article 459, Paragraph (1) of the Companies Act may be decided by resolution of the Board of Directors. Based on this, decisions on dividends of surplus are made at the General Meeting of Shareholders for the year-end dividend and at the Board of Directors meeting for the interim dividend.

(12) Other Important Matters Concerning Present Condition of the Corporate Group

a. Making Toho Titanium Co., Ltd. a Wholly-Owned Subsidiary

At the Board of Directors meeting held on February 25, 2026, the Company resolved to conduct a share exchange through which the Company will become a wholly-owning parent company and Toho Titanium Co., Ltd. will become a wholly-owned subsidiary, and a share exchange agreement has been entered into between the two companies. The agreement was approved at an extraordinary general meeting of shareholders of Toho Titanium held on April 24, 2026.

b. Transfer of Shares in SCM Minera Lumina Copper Chile

At the Board of Directors meeting held on March 10, 2026, the Company resolved to transfer 5% of its shares in SCM Minera Lumina Copper Chile to LMC Caserones SpA.

2 Matters Concerning the Company's Shares (as of March 31, 2026)

- a. Total number of authorized shares issuable by the Company 3,700,000,000
 b. Total number of issued shares 928,463,102
 c. Number of shareholders 358,071
 d. Large shareholders (top ten (10))

Shareholders' names	Number of shares held	Shareholding ratio
ENEOS Holdings, Inc.	393,529 thousand shares	42.38 %
The Master Trust Bank of Japan, Ltd. (trust account)	74,480 thousand shares	8.02 %
Custody Bank of Japan, Ltd. (trust account)	23,323 thousand shares	2.51 %
STATE STREET BANK AND TRUST COMPANY 505001	8,936 thousand shares	0.96 %
GIC PRIVATE LIMITED-C	8,624 thousand shares	0.92 %
JP MORGAN CHASE BANK 385781	7,796 thousand shares	0.83 %
BNYM AS AGT/CLTS NON TREATY JASDEC	7,317 thousand shares	0.78 %
HSBC HONG KONG-TREASURY SERVICES A/C ASIAN EQUITIES DERIVATIVES	6,342 thousand shares	0.68 %
JP MORGAN CHASE BANK 385642	5,723 thousand shares	0.61 %
GOVERNMENT OF NORWAY	5,204 thousand shares	0.56 %

- (Notes) 1. The Company holds 182 treasury shares. The 876,799 shares of the Company held as trust assets by Custody Bank of Japan, Ltd. (Trust Account E) of the Employee Stock Ownership Plan (J-ESOP-RS) for employees in managerial positions are not included in treasury shares. The 1,460,200 shares of the Company held as trust assets by Custody Bank of Japan, Ltd. (Trust Account) of the Share Delivery Trust for Officers (RS Trust) are not included in treasury shares.
 2. The number of shares held is rounded down to the nearest thousand shares. Shareholding ratios are rounded down to two decimal places by deducting treasury shares.

- e. Status of shares issued as remuneration for the performance of duties of corporate officers during the fiscal year under review
 Not applicable.

3 Matters Concerning the Company's Executives

(1) Names, etc. of Directors (as of March 31, 2026)

Name	Position and assignment at the Company	Important concurrent office
Murayama Seiichi	Representative Director & Chairman	
Hayashi Yoichi	President & Representative Director Chief Executive Officer	
Sugawara Shizuo	Director, Deputy Chief Executive Officer Assistant to the President (Technology) General Manager, Technology Group General Manager, Project Management Office	
Ohuchi Yoshiaki	Director, Deputy Chief Executive Officer Assistant to the President (Specially Assigned Matters) In charge of Logistics Dept.	Director of Maruwn Corporation
Tokoro Chiharu	Outside Director Independent Outside	Dean, School/Graduate School of Creative Science and Engineering and Professor, Department of Resources and Environmental Engineering, Faculty of Science and Engineering of Waseda University Professor, Graduate School of Engineering of the University of Tokyo Outsider Director of Tekscend Photomask Corp.
Ito Motoshige	Outside Director Independent Outside	Outside Director of Sumitomo Chemical Company, Limited Outside Director of Hagoromo Foods Corporation Outside Director and Audit & Supervisory Committee Member of Shizuoka Financial Group, Inc.
Kuroiwa Motohiro	Director (Full-Time Audit and Supervisory Committee Member)	
Sakuma Soichiro	Outside Director (Audit and Supervisory Committee Member) Independent Outside	Executive Advisor of NS Solutions Corporation Outside Director of KONICA MINOLTA, INC. Representative Director and Chairman of Global Industrial and Social Progress Research Institute
Futamiya Masaya	Outside Director (Audit and Supervisory Committee Member) Independent Outside	Special Advisor of Sompo Holdings, Inc. Chair (Representative) of Japan Network for Public Interest Activities
Kawaguchi Rika	Outside Director (Audit and Supervisory Committee Member) Independent Outside	Attorney of Okukawa Law Office
Shiota Tomoo	Outside Director (Audit and Supervisory Committee Member) Outside	Director, Audit and Supervisory Committee Member of ENEOS Holdings, Inc.

- (Notes)
- Mr. Kuroiwa Motohiro is elected as a Director who is Full-Time Audit and Supervisory Committee Member in order for the Audit and Supervisory Committee Members to fully demonstrate its audit and supervisory function.
 - Mr. Kuroiwa Motohiro, who is Director and Full-Time Audit and Supervisory Committee Member, has experience in the accounting department of the Company and other companies, and Mr. Shiota Tomoo, who is Outside Director and Audit and Supervisory Committee Member, has experience in the accounting department of ENEOS Holdings, Inc., and both of them have considerable knowledge of finance and accounting.
 - No special interest required to be disclosed exists between any of the entities where candidates for Outside Director concurrently hold an important position, and the Company.
 - Outside Directors Tokoro Chiharu and Ito Motoshige, and Outside Director and Audit and Supervisory Committee Members Sakuma Soichiro, Futamiya Masaya, and Kawaguchi Rika satisfy the Independence Standards for Independent Outside Directors of the Company, and are all independent directors pursuant to the provisions stipulated by the stock exchange on which the Company is listed.
 - Positions and assignments at the Company of Directors were partially changed on April 1, 2026 as follows:

Name	Before change	After change
Sugawara Shizuo	Director, Deputy Chief Executive Officer Assistant to the President (Technology) General Manager, Technology Group General Manager, Project Management Office	Director, Deputy Chief Executive Officer Assistant to the President (Technology)
Ohuchi Yoshiaki	Director, Deputy Chief Executive Officer Assistant to the President (Specially Assigned Matters) In charge of Logistics Dept.	Director, Deputy Chief Executive Officer Assistant to the President (Specially Assigned Matters)

(2) Outline of the Limited Liability Contract

The Company has entered into an agreement with all Outside Directors and Directors who are Audit and Supervisory Committee Members to limit their liabilities under Article 423, Paragraph 1 of the Companies Act to the minimum liability amount stipulated in Article 425, Paragraph 1 of the Companies Act, provided that they have acted in good faith and without gross negligence in performing their duties.

(3) Outline of the Indemnification Agreement

The Company has entered into an agreement with all Directors listed in “(1) Names, etc. of Directors” based on Article 430-2, Paragraph 1 of the Companies Act, under which the Company shall indemnify them from costs set forth in Item 1 and losses in Item 2 of the same Paragraph to the extent specified by laws and regulations. However, indemnity shall not apply to the Director who has knowledge of the violation of the provisions of laws and regulations or the facts underlying the claim for liability.

(4) Outline of the Directors and Officers Liability Insurance Contract

The Company has entered into a directors and officers liability insurance contract with a non-life insurance company, which includes Directors, Audit and Supervisory Committee Members, and Executive Officers of the Company and subsidiaries, etc. as insured persons. Compensation (compensation for damages and litigation costs) is provided for damages suffered by the insured, due to a claim for damages resulting from the business activities. However, the exemption amount and reasons for exemption such as criminal acts are stipulated. The Company and each Group company covered by the insurance shall bear the full amount of the insurance premiums.

(5) Remuneration for Directors Pertaining to the Fiscal Year

a. Matters related to the policy for determining individual Director remuneration

The Board of Directors has established the policy for determining remuneration for each individual Director who is not an Audit and Supervisory Committee Member, after deliberation and reports by the Company’s Nomination and Compensation Advisory Committee, which is an advisory body to the Board of Directors, made up of a majority of independent Outside Directors, and chaired by an independent Outside Director. The content is summarized as follows.

Item	Summary
Composition of remuneration	Remuneration for each individual Director who is not an Audit and Supervisory Committee Member (excluding Outside Directors) shall consist of fixed remuneration, short-term performance-linked remuneration, and long-term performance-linked remuneration (share-based) in order to enhance their incentives for achieving the management plan and further strengthen value sharing with shareholders, as well as to establish a remuneration system that enables the Company to achieve sustainable growth and medium- to long-term improvement of the corporate value of the JX Advanced Metals Group and to fulfill its responsibilities to shareholders and other stakeholders. Remuneration for each individual Outside Director shall consist solely of fixed remuneration so that they can fulfill their duties of supervising the status of business execution.
Policy for determining the amount of fixed remuneration (including policy for determining the timing or conditions to grant remuneration)	Fixed remuneration shall be paid monthly on a pro-rata basis, with the annual amount for each position being determined taking into consideration whether full-time or not, and the positions and responsibilities of Directors and Executive Officers.
Policy for determining the content and the calculation method for the amount of short-term performance-linked remuneration (including policy for determining the timing or conditions to grant remuneration)	Short-term performance-linked remuneration shall be linked to performance indicators related to performance (company-wide) and other factors for a single fiscal year and to achievement against performance targets set by each individual (individual evaluation), and shall be paid after the end of the relevant fiscal year. As company-wide performance indicators, consolidated operating profit and Net Debt/EBITDA ratio are adopted. In view of the position of Representative Directors as having ultimate responsibility for the Company’s overall performance, the portion linked to individual evaluation does not constitute a part of their remuneration.
Policy for determining the content and the calculation method for the amount of long-term performance-linked remuneration (share-based) (including policy for determining the timing or conditions to grant remuneration)	Long-term performance-linked remuneration (share-based) shall consist of a fixed portion and a portion linked to the achievement of business targets, etc. over a certain period of time (performance-linked portion). The fixed portion shall be paid after the end of the fiscal year and the performance-linked portion shall be paid after the end of the relevant period. As indicators for the performance-linked portion, consolidated operating profit, ROE, and Total Shareholder Return (TSR) as well as non-financial targets (workplace safety, employee engagement, and comprehensive assessment of sustainability by an external organization) are adopted. The shares subject to be provided shall be restricted shares which are restricted from transfer for a certain period of time after provision.
Policy for determining the percentage of remuneration by type	With regard to Directors who are not Audit and Supervisory Committee Members (excluding Outside Directors), the percentage of remuneration by type shall be determined taking into consideration the positions and responsibilities of Directors and Executive Officers, the composition ratio of remuneration for officers in other companies, and other factors, under the basic policy of making the remuneration competitive from the viewpoint of securing excellent management personnel, while increasing incentives for achieving the management plan and further strengthening value sharing with shareholders.

Matters related to the delegation of decisions on the content of remuneration	The decision on the portion of short-term performance-linked remuneration for Directors who are not Audit and Supervisory Committee Members (excluding Outside Directors) that is linked to achievement against performance targets set by each individual (individual evaluation) shall be delegated to the President and Representative Director, as it is appropriate to be decided by the President and Representative Director, who is familiar with the overall business conditions of the JX Advanced Metals Group and the business execution status of each Director. As a measure to ensure that the exercise of such authority is appropriate, the President and Representative Director shall report the content of the decision to the Nomination and Compensation Advisory Committee and respect any opinions thereon.
Matters related to the method of determining the content of remuneration	Taking into consideration the report by the Nomination and Compensation Advisory Committee and based on the resolution of the Board of Directors, the specific contents of remuneration according to the position shall be decided (excluding the portion linked to “individual evaluation,” on which the decision is delegated to the President and Representative Director).

(Note) The composition of remuneration for Directors who are not Audit and Supervisory Committee Members (excluding Outside Directors) is designed such that, when performance targets are achieved, fixed remuneration is 40%, short-term performance-linked remuneration is 24%, and long-term performance-linked remuneration (share-based) is 36% (of which the fixed portion is 18% and the performance-linked portion is 18%).

Remuneration for Directors who are Audit and Supervisory Committee Members shall consist solely of fixed remuneration so that they can fully fulfill their responsibilities of supervising and auditing the status of business execution. Their remuneration shall be determined through discussion among Directors who are Audit and Supervisory Committee Members, taking into comprehensive consideration whether full-time or not and their responsibilities.

b. Matters related to the resolution by the General Meeting of Shareholders on Director remuneration

The upper limit of Director remuneration has been set as follows.

Officer category	Type	Upper limit of remuneration	Resolution at the General Meeting of Shareholders	No. of officers related to the resolution by the General Meeting of Shareholders
Directors who are not Audit and Supervisory Committee Members	Fixed remuneration/ Short-term performance-linked remuneration (cash)	Up to 1,000 million yen per fiscal year (including 100 million yen for Outside Directors who are not Audit and Supervisory Committee Members)	FYE 3/2023 Ordinary General Meeting of Shareholders	7
	Long-term performance-linked remuneration (shares)	Recipients: Directors who are not Audit and Supervisory Committee Members (excluding Outside Directors) Trust period: approx. three years Maximum amount: 750 million yen Maximum number of shares: 2,282,400 shares	FYE 3/2025 Ordinary General Meeting of Shareholders	4
Directors who are Audit and Supervisory Committee Members	Fixed remuneration	Up to 400 million yen per fiscal year	FYE 3/2023 Ordinary General Meeting of Shareholders	5

c. Total amount of remuneration for Directors, etc.

Officer category	Total amount of remuneration (Millions of yen)	Total amount by type of remuneration (Millions of yen)			Number of eligible officers
		Fixed remuneration	Short-term performance-linked remuneration	Long-term performance-linked remuneration (share-based)	
Directors who are not Audit and Supervisory Committee Members (of whom, Outside Directors)	476 (27)	199 (27)	159 (-)	117 (-)	6 (2)
Directors who are Audit and Supervisory Committee Members (of whom, Outside Directors)	91 (58)	91 (58)	- (-)	- (-)	5 (4)
Total (of whom, Outside Directors)	567 (85)	291 (85)	159 (-)	117 (-)	11 (6)

- (Notes)
- Short-term performance-linked remuneration falls under performance-linked remuneration. Long-term performance-linked remuneration (share-based) falls under non-monetary remuneration.
 - The Board of Directors determines the content of remuneration for each individual Director who is not an Audit and Supervisory Committee Member for the fiscal year under review based on the content of deliberations and reports by the Nomination and Compensation Advisory Committee. Consequently, the Company judged that the content aligns with “(5) a. Matters related to the policy for determining individual Director remuneration.”

d. Matters related to short-term performance-linked remuneration

The short-term performance remuneration shall be remuneration linked to performance indicators related to performance (company-wide) and other factors for a single fiscal year and to achievement against business targets set by each individual (individual evaluation). It is designed to vary at a rate from 0% to 200% depending on performance achievement, and the rate will be 100% if performance targets are achieved. The final amount of remuneration is determined by multiplying the standard amount for each position by the percentage of targets achieved.

Performance indicator, evaluation weight and reason for selection are as follows.

Performance indicator	Evaluation weight	Reason for selection
Consolidated operating profit	50% (40%)	To enhance incentives to increase profitability
Net Debt/EBITDA ratio	50% (40%)	To enhance incentives to improve financial health
Individual evaluation	-% (20%)	To evaluate the level of achievement in view of the importance of the mission to each individual responsibility

- (Notes)
1. Percentages in parentheses indicate the evaluation weight applied to Directors other than the Representative Directors. In view of the position of Representative Directors as having ultimate responsibility for the Company's overall performance, the portion linked to individual evaluation does not constitute a part of their remuneration.
 2. If consolidated operating profit results in negative, the payment rate of all short-term performance-linked remuneration shall be 0%.

The percentage of achievement of performance targets for the fiscal year ended March 31, 2026 is as follows.

Performance indicator	Performance target for FYE 3/2026	Result for FYE 3/2026	Percentage of achievement of performance target
Consolidated operating profit	116.1 billion yen	175.0 billion yen	150%
Net Debt/EBITDA ratio	1.7 times	1.17 times	200%

- (Notes)
1. Percentage of achievement of performance target is rounded down to a whole number.
 2. Decision on the portion linked to individual evaluation has been delegated to the President and Representative Director Hayashi Yoichi, who is familiar with the overall management situation of the JX Advanced Metals Group and the overall status of business execution of each Director. As a measure to ensure that the exercise of such authority is appropriate, the content of the decision is reported to the Nomination and Compensation Advisory Committee.

e. Matters related to the details of long-term performance-linked remuneration (share-based)

The Company has introduced a share-based remuneration plan as long-term performance-linked remuneration. This share-based remuneration plan is a scheme whereby a trust established by the Company by contributing cash (hereinafter referred to as the “Trust”) acquires the Company’s common shares (hereinafter referred to as the “Company Shares”), and the Company Shares equivalent to the number of points that the Company grants to each Director are delivered to Directors through the Trust. However, the Company Shares subject to provision shall be restricted shares which are restricted from transfer until the Director’s retirement date.

This share-based remuneration consists of a fixed portion in which a prescribed number of Company Shares are provided in accordance with positions, and a performance-linked portion in which a number of Company Shares are provided in conjunction with the achievement of business targets, etc. for a specified period of time. The fixed portion is distributed after the end of fiscal year, and the performance-linked portion is distributed after the end of the relevant period through the Trust. The ratio of the fixed portion to the performance-linked portion is 1:1. The performance-linked portion is designed to vary at a rate from 0% to 190% depending on performance achievement, and the rate will be 100% if performance targets are achieved. The final number of shares to be distributed is determined by multiplying the number of reference points determined for each position by the target achievement rate.

Performance targets, etc. for each performance indicator are set based on medium- to long-term business targets, etc., and will be finalized after the end of the fiscal year ending March 31, 2028.

Performance indicator, evaluation weight and reason for selection are as follows.

	Performance indicator	Evaluation weight	Reason for selection
Financial	Consolidated operating profit	30%	To enhance incentives to increase profitability and growth potential
	ROE	30%	To enhance incentives to improve efficiency
	TSR	30%	To enhance incentives to increase medium- to long-term equity value with an aim to further strengthen value sharing with shareholders
Non-financial	Workplace safety	3%	To enhance incentives to achieve a safe, secure and healthy working environment from the human capital management perspective
	Employee engagement	3%	To enhance incentives to improve employee engagement from the human capital management perspective
	Comprehensive assessment of sustainability by an external organization	4%	To enhance incentives to maintain and strengthen the Company’s sustainability promotion system and to steadily implement various initiatives

- (Notes)
1. The achievement rate of consolidated operating profit is calculated based on the cumulative actual results from the fiscal year ended March 31, 2026 to the fiscal year ending March 31, 2028.
 2. The achievement rate of ROE is calculated based on the actual results as of March 31, 2028.
 3. TSR is calculated based on the Company’s TSR / TOPIX growth rate (including dividend yield) in the evaluation period (from April 2025 to March 2028).
 4. For non-financial indicators, the rate is 100% when the target is achieved, and 0% when the target is not achieved.

(6) Matters Concerning Outside Officers

Position	Name	Major activities
		Attendance at Board of Directors' meetings
Outside Director	Tokoro Chiharu	As a university professor and researcher involved in the study of resource recycling technology in the field of non-ferrous metals, she possesses deep insight and extensive experience, as well as a strong track record in technology, sustainability, and human resource development. Utilizing these insights and experience, among other strengths, she has provided useful comments and advice regarding the Company's management and conducted supervision of management from an independent and objective perspective. Board of Directors: 17/17
	Ito Motoshige	As a university professor active in fields such as economics, he possesses deep insight and extensive experience, as well as a strong track record in areas such as economics, society, and human resource development. Utilizing these insights and experience, among other strengths, he has provided useful comments and advice regarding the Company's management and conducted supervision of management from an independent and objective perspective. In addition, as the chair of the Nomination and Compensation Advisory Committee, he has led discussions to enhance the objectivity and transparency of Director nomination and remuneration processes, thereby contributing to the improvement of corporate governance. Board of Directors: 17/17 Nomination and Compensation Advisory Committee: 4/4
Outside Director, Audit and Supervisory Committee Member	Sakuma Soichiro	Having been involved in the management of a major steel company, overseeing legal affairs, internal controls, and audit departments, he possesses deep insight and extensive experience, as well as a strong track record in corporate management, legal affairs, and risk management. Utilizing these insights and experience, among other strengths, he has provided useful comments and advice regarding the Company's management, and audited and supervised the execution of the duties of Directors from an objective, independent and fair viewpoint as an Audit and Supervisory Committee Member. In addition, as a member of the Nomination and Compensation Advisory Committee, he has led discussions conducive to enhancing the objectivity and transparency of Director nomination and remuneration processes as well as improving corporate governance. Board of Directors: 17/17 Audit and Supervisory Committee: 18/18 Nomination and Compensation Advisory Committee: 4/4
	Futamiya Masaya	Having been involved in the management of a major non-life insurance company, he possesses deep insight and extensive experience, as well as a strong track record in corporate management overall. Utilizing these insights and experience, among other strengths, he has provided useful comments and advice regarding the Company's management, and audited and supervised the execution of the duties of Directors from an objective, independent and fair viewpoint as an Audit and Supervisory Committee Member. In addition, as a member of the Nomination and Compensation Advisory Committee, he has led discussions conducive to enhancing the objectivity and transparency of Director nomination and remuneration processes as well as improving corporate governance. Board of Directors: 17/17 Audit and Supervisory Committee: 18/18 Nomination and Compensation Advisory Committee: 4/4
	Kawaguchi Rika	Having been active in legal practice as a lawyer for many years and held key positions at organizations such as the Dai-Ichi Tokyo Bar Association and the Japan Federation of Bar Associations, she possesses deep insight and extensive experience, as well as a strong track record in legal and risk management, sustainability, and human resource strategy. Utilizing these insights and experience, among other strengths, she has provided useful comments and advice regarding the Company's management, and audited and supervised the execution of the duties of Directors from an objective, independent and fair viewpoint as an Audit and Supervisory Committee Member. Board of Directors: 17/17 Audit and Supervisory Committee: 18/18
	Shiota Tomoo	Having been involved in the management of a major oil and energy company, in charge of accounting and corporate planning, and assumed the office of Director who is an Audit and Supervisory Committee Member, he possesses deep insight and extensive experience, as well as a strong track record in areas such as business management, finance, accounting, and sustainability. Utilizing these insights and experience, among other strengths, he has provided useful comments and advice regarding the Company's management, and audited and supervised the execution of the duties by Directors from an objective, independent and fair viewpoint as an Audit and Supervisory Committee Member. Board of Directors: 17/17 Audit and Supervisory Committee: 18/18

(The figures in this business report are presented as follows: Amounts, percentages, etc.: rounded down to the nearest unit)

Consolidated Financial Statements

Consolidated Statements of Financial Position (as of March 31, 2026)

(Millions of yen)

Account	Amount	Account	Amount
Assets		Liabilities	
Current assets		Liabilities	
Cash and cash equivalents	66,306	Current liabilities	
Trade and other receivables	164,237	Trade and other payables	119,703
Inventories	345,075	Borrowings	145,976
Other financial assets	1,802	Lease liabilities	2,820
Other current assets	24,294	Income taxes payable	21,921
Assets held for sale	21,480	Other financial liabilities	7,123
Total current assets	623,194	Provisions	4,248
Non-current assets		Other current liabilities	49,864
Property, plant and equipment	406,816	Total current liabilities	351,655
Goodwill	8,477	Non-current liabilities	
Intangible assets	18,654	Borrowings	178,274
Investments accounted for using equity method	372,153	Lease liabilities	14,774
Other financial assets	55,739	Other financial liabilities	16,157
Deferred tax assets	16,107	Retirement benefit liability	26,102
Other non-current assets	4,197	Provisions	54,014
Total non-current assets	882,143	Deferred tax liabilities	22,905
Total assets	1,505,337	Other non-current liabilities	3,198
		Total non-current liabilities	315,424
		Total liabilities	667,079
		Equity	
		Share capital	75,000
		Capital surplus	46,409
		Retained earnings	518,498
		Treasury shares	(2,219)
		Other components of equity	88,800
		Total equity attributable to owners of parent	726,488
		Non-controlling interests	111,770
		Total equity	838,258
		Total liabilities and equity	1,505,337

Amounts are rounded to the nearest million yen.

Consolidated Statements of Profit or Loss (from April 1, 2025 to March 31, 2026)

(Millions of yen)

Account	Amount
Net sales	884,638
Cost of sales	682,987
Gross profit	201,651
Selling, general and administrative expenses	107,450
Share of profit of investments accounted for using equity method	114,491
Other income	3,719
Other expenses	37,444
Operating profit	174,967
Finance income	2,209
Finance costs	8,094
Profit before tax	169,082
Income tax expense	40,345
Profit	128,737
Profit attributable to:	
Owners of parent	104,645
Non-controlling interests	24,092
Profit	128,737

Amounts are rounded to the nearest million yen.

Reference**Consolidated Statements of Cash Flows (Summary)** (from April 1, 2025 to March 31, 2026)

(Millions of yen)

Account	Amount
Cash flows from operating activities	107,544
Cash flows from investing activities	(77,253)
Cash flows from financing activities	(24,931)
Net increase (decrease) in cash and cash equivalents	5,360
Cash and cash equivalents at beginning of period	58,316
Effect of exchange rate changes on cash and cash equivalents	2,630
Cash and cash equivalents at end of period	66,306

Amounts are rounded to the nearest million yen.

Non-consolidated Financial Statements

Non-consolidated Balance Sheet (as of March 31, 2026)

(Millions of yen)

Assets		Liabilities and net assets	
Account	Amount	Account	Amount
Assets	(901,440)	Liabilities	(414,396)
Current assets	380,470	Current liabilities	248,974
Cash and deposits	22,423	Accounts payable - trade	62,332
Notes receivable - trade	439	Short-term borrowings	97,521
Accounts receivable - trade	84,274	Lease liabilities	172
Merchandise and finished goods	16,870	Accounts payable - other	19,704
Raw materials and supplies	133,990	Accrued expenses	10,103
Work in process	70,690	Income taxes payable	10,686
Advance payments to suppliers	13,259	Deposits received	34,631
Prepaid expenses	2,230	Provision for bonuses	5,692
Short-term loans receivable	11,955	Provision for share-based payments	564
Accounts receivable - other	23,389	Provision for environmental measures	1,181
Derivatives	957	Derivative liabilities	6,107
Other current assets	29	Provision for loss on withdrawal from business	14
Allowance for doubtful accounts	(34)	Other current liabilities	267
Non-current assets	520,971	Non-current liabilities	165,423
Property, plant and equipment	168,691	Long-term borrowings	97,000
Buildings	61,353	Lease liabilities	1,771
Structures	6,975	Provision for retirement benefits	20,372
Machinery and equipment	55,954	Provision for share transfer compensation	20,062
Vehicles	162	Provision for environmental measures	21,544
Tools, furniture and fixtures	4,149	Provision for share-based payments	85
Land	26,115	Provision for loss on business of subsidiaries and associates	3,313
Leased assets	1,929	Asset retirement obligations	878
Construction in progress	12,055	Long-term income taxes payable	365
Intangible assets	3,350	Other non-current liabilities	32
Patent right	2	Net assets	(487,044)
Leasehold interests in land	152	Shareholders' equity	486,826
Software	3,173	Share capital	75,000
Other intangible assets	23	Capital surplus	114,206
Investments and other assets	348,930	Legal capital surplus	60,000
Investment securities	21,011	Other capital surplus	54,206
Shares of subsidiaries and associates	241,294	Retained earnings	299,839
Investments in capital	1,418	Other retained earnings	299,839
Investments in capital of subsidiaries and associates	3,584	Reserve for tax purpose reduction entry of non-current assets	142
Long-term loans receivable	37,503	Reserve for acquisition of specified shares	50
Long-term prepaid expenses	377	Retained earnings brought forward	299,647
Deferred tax assets	23,731	Treasury shares	(2,219)
Other investments	20,011	Valuation and translation adjustments	101
		Valuation difference on available-for-sale securities	8,297
		Deferred gains or losses on hedges	(3,074)
		Revaluation reserve for land	(5,123)
		Share award rights	117
		Share award rights	117
Total	901,440	Total	901,440

Amounts are rounded to the nearest million yen.

Non-consolidated Statements of Income (from April 1, 2025 to March 31, 2026)

(Millions of yen)

Account	Amount
Net sales	461,843
Cost of sales	355,922
Gross profit	105,920
Selling, general and administrative expenses	53,083
Operating profit	52,838
Non-operating income	72,539
Interest income	1,841
Dividend income	67,346
Lease revenue	1,306
Other	2,048
Non-operating expenses	17,143
Interest expenses	2,963
Foreign exchange losses	2,932
Rental expenses	1,033
Environmental management expenses	3,735
Other	6,481
Ordinary profit	108,234
Extraordinary income	381
Gain on sale of non-current assets	31
Gain on sale of shares of subsidiaries and associates	43
Other	307
Extraordinary losses	23,013
Loss on sale of non-current assets	8
Loss on retirement of non-current assets	1,561
Impairment losses	74
Loss on valuation of investment securities	5
Loss on disaster	232
Loss on valuation of shares of subsidiaries and associates	1,158
Provision for environmental measures	19,918
Provision of allowance for doubtful accounts	34
Other	22
Profit before income taxes	85,603
Income taxes - current	19,222
Income taxes - deferred	(489)
Profit	66,870

Amounts are rounded to the nearest million yen.

Audit Reports

Independent Auditor's Report on Consolidated Financial Statements

Note to the Readers of Independent Auditor's Report

This is an English translation of the Independent Auditor's Report as required by the Companies of Act of Japan for the convenience of the reader of business report.

Independent Auditor's Report

May 15, 2026

To: The Board of Directors of
JX Advanced Metals Corporation

Ernst & Young ShinNihon LLC.
Tokyo Office

Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Nakamura Yusuke
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Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Inayoshi Takashi
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Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Wakino Mamoru
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Opinion

Pursuant to the provisions of Article 444, Paragraph 4 of the Companies Act, we have audited the accompanying consolidated financial statements of JX Advanced Metals Corporation (the "Company") and its consolidated subsidiaries (the "Group"), which are comprised of the consolidated statements of financial position as at March 31, 2026 and the consolidated statements of profit or loss and changes in equity for the fiscal year then ended, and the notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material aspects, the financial position and operating results of the Group for the period covered by the consolidated financial statements, in accordance with the accounting standards that omit some of the matters required to be disclosed by the international accounting standards, as prescribed pursuant to the provisions of the second sentence of Article 120, Paragraph (1) of the Regulation on Corporate Accounting.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Japan (including provisions applied to audits of the financial statements of public interest entities), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Emphasis of Matter

As described in the notes to material subsequent events in the notes to consolidated financial statements, at the Board of Directors meeting held on May 11, 2026, the Company passed resolutions on matters relating to a share repurchase, a tender offer for own shares, and the issuance of zero coupon convertible bonds.

Our opinion is not modified in respect of this matter.

Other Information

Other information comprises the business report and its supplementary schedules. Management is responsible for preparing and disclosing the other information. Meanwhile, the Audit and Supervisory Committee is responsible for overseeing the performance of duties by Directors in the design, implementation and maintenance of the reporting process of the other information.

Our opinion on the consolidated financial statements does not cover the other information, and we do not express an opinion or any form of assurance conclusion thereon.

Our responsibilities in auditing the consolidated financial statements are to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report the fact.

We have nothing to report in this regard.

Responsibilities of Management and the Audit and Supervisory Committee for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the accounting standards that omit some of the matters required to be disclosed by the international accounting standards, as prescribed pursuant to the provisions of the second sentence of Article 120, Paragraph (1) of the Regulation on Corporate Accounting, and for such internal control management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, and disclosing matters related to going concern as required by the accounting standards that omit some of the matters required to be disclosed by the international accounting standards, as prescribed pursuant to the provisions of the second sentence of Article 120, Paragraph (1) of the Regulation on Corporate Accounting.

The Audit and Supervisory Committee is responsible for overseeing the performance of duties by Directors in the design, implementation and maintenance of the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our responsibilities are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion on the consolidated financial statements based on our audit from an independent point of view. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

In accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. The procedures selected to be applied depend on the auditor's judgment. In addition, we obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- When performing risk assessment procedures, obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of auditing the consolidated financial statements to express an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used by management and their method of application, as well as the reasonableness of accounting estimates made by management and related notes thereto.
- Conclude on the appropriateness of management's use of the going concern basis for preparing the consolidated financial statements, and, based on the audit evidence obtained, determine whether a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern exists. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related notes to the consolidated financial statements or, if such notes are inadequate, to express a qualified opinion with exceptions on the consolidated financial statements. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate whether the overall presentation of the consolidated financial statements and the notes thereto are in accordance with the accounting standards that omit some of the matters required to be disclosed by the international accounting standards, as prescribed pursuant to the provisions of the second sentence of Article 120, Paragraph (1) of the Regulation on Corporate Accounting, as well as the overall presentation, structure and content of the consolidated financial statements, including the notes thereto, and whether the consolidated financial statements represent the underlying transactions and accounting events in a manner that achieves fair presentation.
- Plan and conduct audits of the consolidated financial statements in order to obtain sufficient and appropriate audit evidence regarding the financial information of the Group to provide a basis for our opinion on the consolidated financial statements. We are responsible for the direction, supervision, and inspection of the audit of the consolidated financial statements.

We communicate with the Audit and Supervisory Committee regarding the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit and other matters required by auditing standards. We also provide the Audit and Supervisory Committee with a statement that we have complied with relevant ethical requirements in Japan regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, as well as where applicable, related countermeasures to eliminate factors that may hinder our independence, and related safeguards to mitigate such factors to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

We and our engagement partners do not have any interest in the Company and its consolidated subsidiaries which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Independent Auditor's Report on Non-consolidated Financial Statements

Note to the Readers of Independent Auditor's Report

This is an English translation of the Independent Auditor's Report as required by the Companies of Act of Japan for the convenience of the reader of business report.

Independent Auditor's Report

May 15, 2026

To: The Board of Directors of
JX Advanced Metals Corporation

Ernst & Young ShinNihon LLC.
Tokyo Office

Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Nakamura Yusuke
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Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Inayoshi Takashi
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Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Wakino Mamoru
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Opinion

Pursuant to the provisions of Article 436, Paragraph 2, Item 1 of the Companies Act, we have audited the accompanying non-consolidated financial statements of JX Advanced Metals Corporation (the "Company"), which are comprised of the non-consolidated balance sheet as at March 31, 2026, and the non-consolidated statements of income and changes in equity for the 24th fiscal year, and the notes to the non-consolidated financial statements and the annexed detailed schedules thereof (hereinafter collectively referred to as the "non-consolidated financial statements, etc.>").

In our opinion, the non-consolidated financial statements, etc. referred to above present fairly, in all material aspects, the financial position and operating results of the Company for the period covered by the non-consolidated financial statements, etc., in accordance with accounting principles generally accepted in Japan.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Non-consolidated Financial Statements, etc." section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the non-consolidated financial statements, etc. in Japan (including provisions applied to audits of the financial statements of public interest entities), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Emphasis of Matter

As described in the notes to material subsequent events in the notes to non-consolidated financial statements, at the Board of Directors meeting held on May 11, 2026, the Company passed resolutions on matters relating to a share repurchase, a tender offer for own shares, and the issuance of zero coupon convertible bonds.

Our opinion is not modified in respect of this matter.

Other Information

Other information comprises the business report and its supplementary schedules. Management is responsible for preparing and disclosing the other information. Meanwhile, the Audit and Supervisory Committee is responsible for overseeing the performance of duties by Directors in the design, implementation and maintenance of the reporting process of the other information.

Our opinion on the non-consolidated financial statements, etc. does not cover the other information, and we do not express an opinion or any form of assurance conclusion thereon.

Our responsibilities in auditing the non-consolidated financial statements, etc. are to read the other information and, in doing so, consider whether the other information is materially inconsistent with the non-consolidated financial statements, etc. or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report the fact.

We have nothing to report in this regard.

Responsibilities of Management and Audit and Supervisory Committee for the Non-consolidated Financial Statements, etc.

Management is responsible for the preparation and fair presentation of the non-consolidated financial statements, etc. in accordance with accounting principles generally accepted in Japan, and for such internal control management determines is necessary to enable the preparation of non-consolidated financial statements, etc. that are free from material misstatements, whether due to fraud or error.

In preparing the non-consolidated financial statements, etc., management is responsible for assessing the Company's ability to continue as a going concern, and disclosing, as required by accounting principles generally accepted in Japan, matters related to going concern.

The Audit and Supervisory Committee is responsible for overseeing the performance of duties by Directors in the design, implementation and maintenance of the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Non-consolidated Financial Statements, etc.

Our responsibilities are to obtain reasonable assurance about whether the non-consolidated financial statements, etc. as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion on the non-consolidated financial statements, etc. based on our audit from an independent point of view. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these non-consolidated financial statements. etc.

In accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the non-consolidated financial statements, etc., whether due to fraud or error, and design and perform audit procedures responsive to those risks. The procedures selected to be applied depend on the auditor's judgment. In addition, we obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- When performing risk assessment procedures, obtain understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of auditing the non-consolidated financial statements, etc. to express an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used by management and their method of application, as well as the reasonableness of accounting estimates made by management and related notes thereto.
- Conclude on the appropriateness of management's use of the going concern basis for preparing the non-consolidated financial statements, etc., and, based on the audit evidence obtained, determine whether a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern exists. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related notes to the non-consolidated financial statements, etc. or, if such notes are inadequate, to express a qualified opinion with exceptions on the non-consolidated financial statements, etc. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate whether the overall presentation of the non-consolidated financial statements, etc. and the notes thereto are in accordance with accounting principles generally accepted in Japan, as well as the overall presentation, structure and content of the non-consolidated financial statements, etc. including the notes thereto, and whether the non-consolidated financial statements, etc. represent the underlying transactions and accounting events in a manner that achieves fair presentation.

We communicate with the Audit and Supervisory Committee regarding the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit and other matters required by auditing standards.

We also provide the Audit and Supervisory Committee with a statement that we have complied with relevant ethical requirements in Japan regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, as well as where applicable, related countermeasures to eliminate factors that may hinder our independence, and related safeguards to mitigate such factors to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

We and our engagement partners do not have any interest in the Company which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Audit Report of the Audit and Supervisory Committee

Audit and Supervisory Committee's Report

The Audit and Supervisory Committee has audited the Directors' performance of their duties for the fiscal year ended March 31, 2026 and reports as follows in regard to the method and results of those audits.

1. Method and contents of audits

In regard to the content of resolutions of the Board of Directors regarding the matters stated in Article 399-13, Paragraph (1), Items (i) (b) and (i) (c) of the Companies Act, as well as the systems developed pursuant to those resolutions (i.e., internal control systems), the Audit and Supervisory Committee periodically received reports from Directors and employees, etc. regarding the status of the establishment and operation of those systems and as necessary requested explanations and expressed opinions in regard thereto, in addition to which the Audit and Supervisory Committee conducted audits using the following methods.

- (1) In accordance with the audit policies and division of duties, etc. determined by the Audit and Supervisory Committee, and in cooperation with the internal auditing department of the company, the Audit and Supervisory Committee attended important meetings, received reports from Directors and employees, etc. regarding matters related to the performance of their duties, requested explanations as necessary, viewed important decision-making documents, etc., and inspected the status of operations and assets at the head office and main business locations. Additionally, in regard to subsidiaries, the Audit and Supervisory Committee communicated and exchanged information with the Directors and Audit and Supervisory Committee Members, etc. of subsidiaries and received reports on business from subsidiaries as necessary.
- (2) The Audit and Supervisory Committee oversaw and verified whether the Independent Auditor maintained an independent position and conducted an appropriate audit, received reports from the Independent Auditor on the status of the performance of its duties, and requested explanations as necessary. Additionally, the Audit and Supervisory Committee received notification from the Independent Auditor that it had developed systems in order to ensure that its duties are appropriately executed (i.e., notification of the matters stated in the items of Article 131 of the Regulation on Corporate Accounting) in accordance with the Quality Control Standards for Audit (Business Accounting Council) and requested explanations as necessary.

Using the methods above, the Audit and Supervisory Committee examined the business report, the supplementary schedules thereto, the non-consolidated financial statements (i.e., the non-consolidated balance sheet, non-consolidated statements of income and changes in equity, and the notes to the non-consolidated financial statements), and the annexed detailed schedules thereof, and the consolidated financial statements (i.e., consolidated statements of financial position, consolidated statements of profit or loss and changes in equity, and the notes to the consolidated financial statements) for the fiscal year.

2. Results of audit

(1) Results of audit of business report, etc.

- (i) We find that the business report and the supplementary schedules thereto accurately present the status of the company in accordance with laws, regulations, and the articles of incorporation.
- (ii) We do not find any misconduct or any material fact constituting a violation of any law, regulation, or the articles of incorporation in relation to the Directors' performance of their duties.
- (iii) We find the content of the resolutions of the Board of Directors regarding internal control systems to be reasonable. Additionally, we do not find any matters that should be commented upon in regard to the statements in the business report or the Directors' performance of their duties relating to the internal control systems.

(2) Results of audit of non-consolidated financial statements and annexed detailed schedules thereof

We find the methods and results of the audit by the Independent Auditor, Ernst & Young ShinNihon LLC., to be reasonable.

(3) Results of audit of consolidated financial statements

We find the methods and results of the audit by the Independent Auditor, Ernst & Young ShinNihon LLC., to be reasonable.

May 19, 2026

Audit and Supervisory Committee, JX Advanced Metals Corporation

Full-Time Audit and Supervisory Committee Member

Kuroiwa Motohiro [Seal]

Audit and Supervisory Committee Member

Sakuma Soichiro [Seal]

Audit and Supervisory Committee Member

Futamiya Masaya [Seal]

Audit and Supervisory Committee Member

Kawaguchi Rika [Seal]

Audit and Supervisory Committee Member

Shiota Tomoo [Seal]

Note: Audit and Supervisory Committee Members Sakuma Soichiro, Futamiya Masaya, Kawaguchi Rika, and Shiota Tomoo are Outside Directors provided for in Article 2, Item (xv) and Article 331, Paragraph 6 of the Companies Act.