

Supplemental Materials regarding Tender Offer for Own Shares and Issuance of Zero Coupon Convertible Bonds Due 2029 and 2031

May 11, 2026

 **JX Advanced Metals**

Significance and Purpose of Issuance

- Fund the share repurchase tender offer through the issuance of convertible bonds, and implement shareholder returns that contribute to enhancing capital efficiency, including EPS and ROE

An up to 250 billion yen share repurchase that responds to capital market expectations with the aim of improving capital efficiency, including EPS and ROE
Through issuance of the CBs, the Company will be able to secure flexibility in the Company's financial strategy while aiming to minimize financing costs

Significance and Background of Tender Offer for Own Shares

Establishment of an Optimal Shareholder Structure

The Company determined that conducting the tender offer for own shares would contribute to achieving both sustainable growth and enhancement of its medium- to long-term corporate value, and, from the perspective of ensuring flexibility in capital policy, would also lead to the establishment of an optimal shareholder structure

Improvement of Capital Efficiency, including EPS and ROE

The Company's share repurchase will contribute to improvement of capital efficiency, including earnings per share (EPS) and return on equity (ROE), thereby enhancing shareholder returns

Purpose and Reason for Selecting CB Financing

Minimization of Financing Costs

Amid an expected rise in interest rates, compared with the issuance of ordinary corporate bonds or borrowings, zero-coupon and over-par issuance of the CBs enables the Company to minimize financing costs

Securing Flexibility in Financial Strategy

Based on the Company's capital allocation policy, as the Company continues to accelerate growth investments primarily in its highest-priority Focus Businesses, the Company will be able to flexibly select its financial strategies over the medium- to long term through the issuance of the CBs, a financing method that also possesses equity-enhancing characteristics

Overview of Tender Offer for Own Shares

Item	Overview of Tender Offer for Own Shares
Class of Shares to Be Repurchased	Common stock
Date of Resolution	May 11, 2026 (Monday)
Tender Offer Price Determination Date	May 20, 2026 (Wednesday)
Period of Purchase, etc.	From May 21, 2026 (Thursday) to June 17, 2026 (Wednesday) (20 business days)
Settlement Commencement Date	July 9, 2026 (Thursday)
Number of Shares to Be Purchased	57,300,022 shares
Funds Necessary for Purchase, etc.	Undetermined
Tender Offer Price	A price obtained by applying a 10% discount to the lower of (i) the simple average of the closing prices of the Company's common shares on the Tokyo Stock Exchange Prime Market over the one-month period up to and including Friday, May 8, 2026, being the business day immediately preceding the announcement date of the Tender Offer and the issuance of the Bonds with Share Acquisition Rights, and (ii) the closing price of the Company's common shares on the Tokyo Stock Exchange Prime Market on Wednesday, May 20, 2026, being two business days after Monday, May 18, 2026 (London time), the date on which the issuance terms of the Bonds with Share Acquisition Rights were determined.
Intended Tendering Shareholder	ENEOS Holdings, Inc. (entered into the Tender Agreement)
Number of Shares to Be Tendered	57,300,022 shares
Total Tender Offer Amount	Up to 250 billion yen

Overview of Issuance of Convertible Bonds with Stock Acquisition Rights

Item	Zero Coupon Convertible Bonds due 2029	Zero Coupon Convertible Bonds due 2031
Issuer	JX Advanced Metals Corporation	
Form of Issue	Euro-yen denominated convertible bonds with stock acquisition rights	
Market for Offering	Overseas markets primarily in Europe and Asia (excluding the United States) (based on Regulation-S)	
Governing Law	English law	
Date of Resolution for Issuance	May 11, 2026 (Monday)	
Determination Date of Conditions	May 18, 2026 (Monday) (London time)	
Closing Date	June 3, 2026 (Wednesday)	
Aggregate Principal Amount	250 billion yen	
Maturity	Three years (redeemable on June 4, 2029 (Monday))	Five years (redeemable on June 3, 2031 (Tuesday))
Principal Amount	125 billion yen	125 billion yen
Offer Price / Issue Price	Undetermined	Undetermined
Redemption Price	100.0%	100.0%
Coupon	0.0%	0.0%
Other Terms and Conditions	130% call option clause (on or after the second anniversary)	130% call option clause (on or after the third anniversary)
Use of Proceeds	Funds for the tender offer for own shares (approx. 250 billion yen (at the maximum)) / funds for growth investments in the Focus Businesses (remaining balance)	
Lock-up	The Company and ENEOS Holdings, Inc./ From the date of execution of the underwriting agreement through the date on which 180 days have elapsed after the Closing Date	

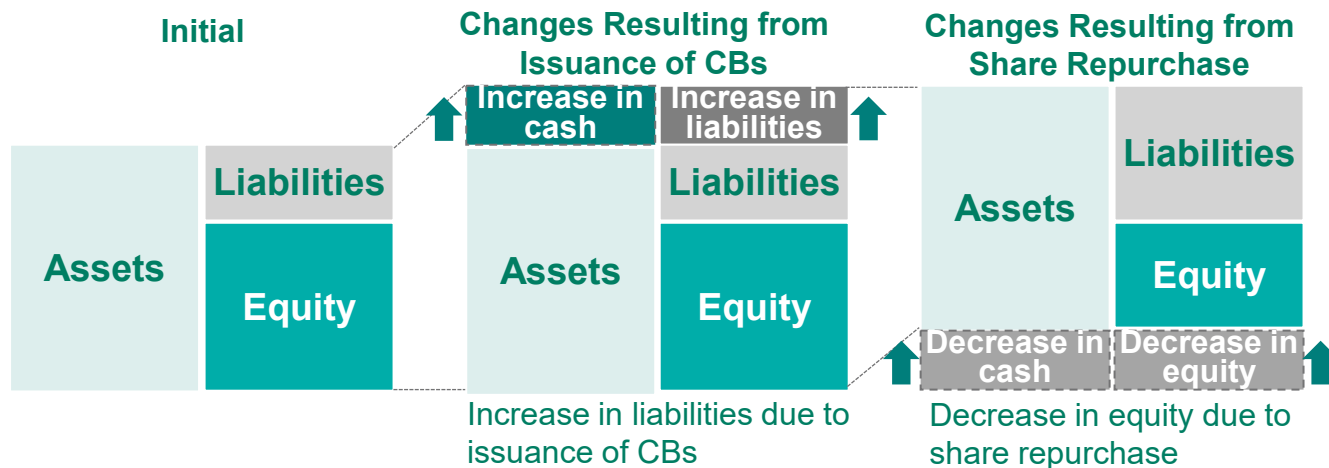
Use of Proceeds

- The net proceeds from the issue of the CBs will be used as funds for the Tender Offer for own shares, and the remaining balance will be used as investment funds for growth of the Focus Businesses

Net Proceeds: approx. 250 billion yen

Funds for tender offer for own shares (approx. 250 billion yen (at the maximum))

- To be used to fund the Tender Offer
- Contributing to the establishment of an optimal shareholder structure and the improvement of capital efficiency, including EPS and ROE



※The conversion option component is accounted for as equity

Funds for growth investments in the Company's Focus Businesses (remaining balance)

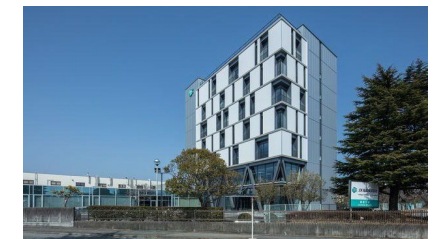
- To be allocated to fund the expansion of its major manufacturing facilities for sputtering targets for semiconductors, the enhancement of production capacity through capital investment aimed at increasing output of crystal materials, and the acquisition of minor metals resources to be used in its Focus Businesses

New Hitachinaka Factory



Enhancement of production capacity of Sputtering targets for Semiconductors

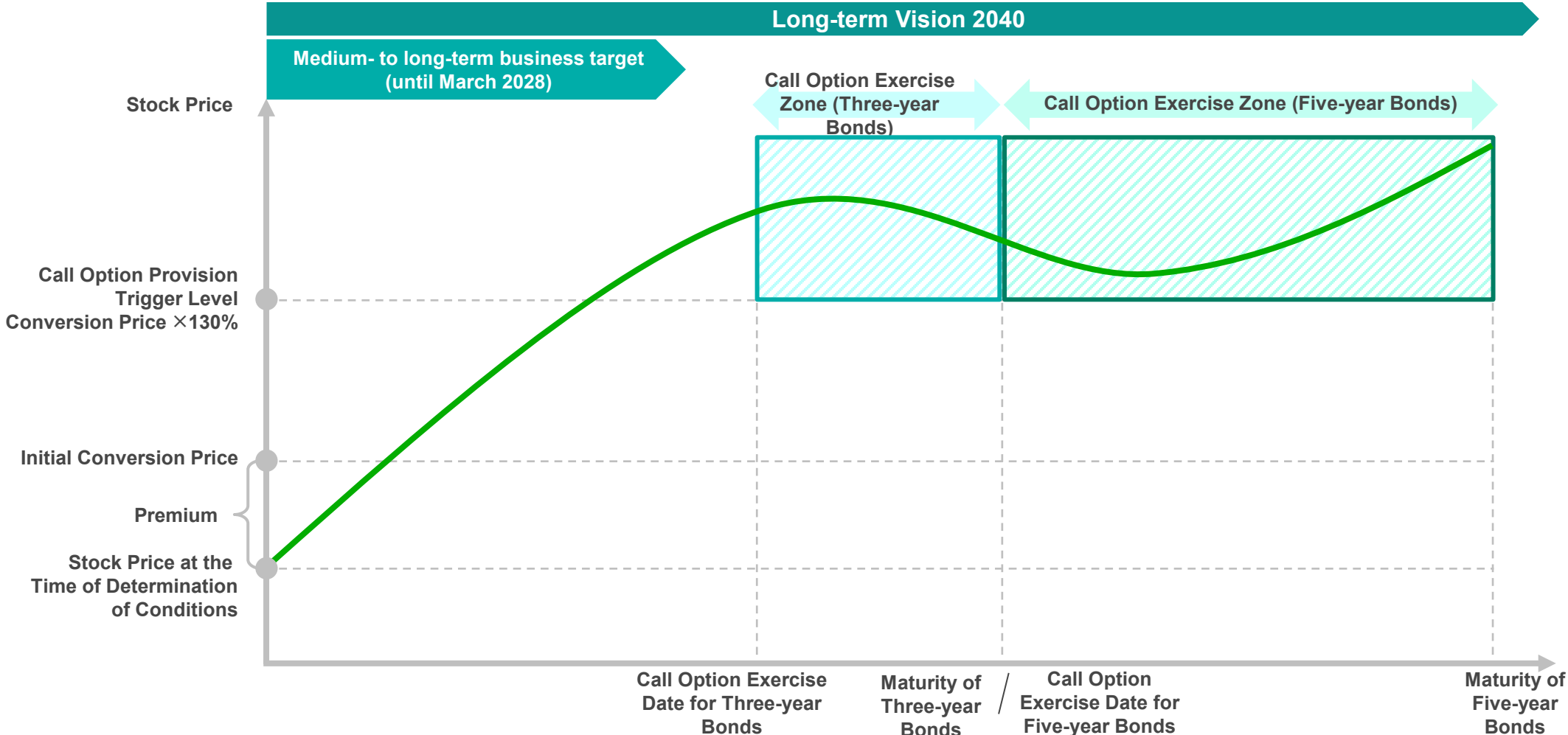
Isohara Works



Strengthening of production capacity of InP substrates

Product Structure of Convertible Bonds with Stock Acquisition Rights

- Pursuant to the 130% call option clause, the Company may, at its discretion, redeem the three-year bonds on or after the second anniversary of their issuance and the five-year bonds on or after the third anniversary of their issuance



*The stock price fluctuations shown are for illustrative purposes only and do not constitute a prediction or guarantee of the Company's actual share price movements.

Disclaimer

This material has been prepared as a supplemental material to the press release titled “Notice Regarding the Issuance of Zero Coupon Convertible Bonds due 2029 and Zero Coupon Convertible Bonds due 2031” which was announced by JX Advanced Metals Corporation (the "Company") on 11 May 2026. This material does not constitute an offer to purchase or subscribe for, or the solicitation of an offer to purchase or subscribe for the Bonds with Stock Acquisition Rights or the shares of common stock of the Company in the United States or in any jurisdiction in which such offer or solicitation is unlawful. In particular, the Bonds with Stock Acquisition Rights and the shares of common stock of the Company issuable upon exercise of the Stock Acquisition Rights (together, the "Securities") have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the "Securities Act") or any relevant securities laws of any state or other jurisdictions of the United States, and any such Securities may not be offered or sold within the United States, except pursuant to registration or an applicable exemption from, or transactions not subject to, the registration requirements of the Securities Act and in compliance with any applicable state or local securities laws. No public offering of the Securities will be made in the United States and no registration of the Securities will be effected in the United States in connection herewith.

