



Financial Review **First Half Year 2023**

28 July 2023



Key Financial Group Figures

	2023		First Half 2022	
	CHF m	% of sales	CHF m	% of sales
Continuing operations				
Sales	2 284	100.0	2 563	100.0
Local currency growth (LC):	-3 %			
<i>Organic growth</i> ¹	-2 %			
<i>Acquisitions/divestitures</i>	-1 %			
Currencies	-8 %			
Gross profit	608	26.6	758	29.6
EBITDA ³	342	15.0	436	17.0
EBITDA before exceptional items ³	319	14.0	448	17.5
Operating result	222	9.7	290	11.3
Operating income before exceptional items ³	199	8.7	311	12.1
Net result from continuing operations	230	10.1	189	7.4
Basic earnings per share (CHF/share)	0.63		0.52	
Net result total ²	232		386	
Return on invested capital (ROIC) ³	0.1 %		10.9 %	
Net operating cash flow ²	78		-17	
Discontinued operations:				
Sales	-		-	
Net result from discontinued operations	2		197	
Other key figures, total Group:		30.06.2023	31.12.2022	
Net debt	908		750	
Equity (including noncontrolling interests)	2 548		2 513	
Gearing	36 %		30 %	
Number of employees	10 690		11 148	

¹ Throughout this statement, the term "organic growth" is used to mean volume and price effects excluding the impacts of changes in FX rates and acquisitions/divestitures.

² Total Group, including discontinued operations

³ See Definition of Terms of Financial Measurements on pages 5 and 6.

Financial discussion – First Half Year

CONTINUING OPERATIONS SALES AND NET RESULTS FIRST HALF YEAR 2023

Sales decreased by 3 % in local currency and by 11 % in Swiss francs.

The gross margin in the first half of 2023 was 26.6 % of sales, compared to 29.6 % recorded in the prior-year period.

Selling, general, and administrative costs decreased in the first half of 2023 to 14.4 % of sales, compared to 16.0 % recorded in the prior-year period.

Research and development costs of CHF 78 million in the first half of 2023 were slightly below the CHF 79 million recorded in the corresponding period of the previous year.

Income from associates and joint ventures of CHF 22 million in the first half of 2023 increased slightly compared to the CHF 21 million recorded in the corresponding period of the previous year.

Net financial expense in the first half of 2023 was CHF 32 million, which is an improvement of CHF 4 million compared to CHF 36 million in the first half of 2022. This is the result of higher interest income and lower interest expenses, which was partially offset by higher interest on pension liabilities. Currency results remained in the same range as in the first half of 2022.

Tax income of CHF 40 million was reported in the first half of 2023, compared to CHF 65 million tax expense recorded in the prior-year period. The effective tax rate for the period was positively impacted by the reassessment of provisions related to prior years in essence.

Net result from continuing operations amounted to CHF 230 million in the first half of 2023, compared to CHF 189 million reported in the same period of 2022.

Net result from discontinued operations of CHF 2 million was recorded in the first half of 2023, compared to CHF 197 million reported in the same period of 2022. The net result from discontinued operations in 2022 was primarily the result of the gain on the disposal of the Business Unit Pigments.

BALANCE SHEET KEY FIGURES – JUNE 2023

Total assets decreased to CHF 5.678 billion as of 30 June 2023 from CHF 6.188 billion at the end of 2022, mainly due to the repayment of various certificates of indebtedness (see Note 9) and to the disposal of the North American Land Oil business and of the Quats business (both businesses were part of Business Unit Care Chemicals) (see Note 5).

Property, plant, and equipment decreased to CHF 1.503 billion from CHF 1.549 billion recorded at the end of 2022, mainly due to depreciation and exchange rate differences.

Right-of-use assets amounted to CHF 242 million, i.e., a level comparable to the CHF 240 million recorded at the end of 2022.

Intangible assets decreased to CHF 968 million from CHF 997 million at the end of 2022, mainly as a result of amortization as well as exchange rate differences.

Investments in associates and joint ventures decreased to CHF 244 million from CHF 327 million at the end of 2022, mainly due to the change of consolidation method applied to the 20 % stake in Heubach Group, leading to its reclassification from Investment in associates and joint ventures to Financial assets. Consequently, **Financial assets** increased to CHF 308 million from CHF 225 million at the end of 2022.

Short-term deposits decreased to CHF 45 million from CHF 324 million at the end of 2022. They include short-term deposits with an original maturity between 90 and 365 days.

Assets held for sale amounted to CHF 50 million as of the end of December 2022 and mainly related to the assets pertaining to the Quats business and the North American Land Oil business. Both were sold during first half of 2023 (see Note 5).

Noncurrent financial debts decreased to CHF 760 million at the end of June 2023 from CHF 870 million at the end of 2022, and **current financial debts** decreased to CHF 237 million at the end of June 2023 from CHF 355 million at the end of 2022. This development is mainly due to the combined effect of several transactions and reclassifications (see Note 9).



Equity amounted to CHF 2.548 billion at the end of June 2023, which was slightly above the CHF 2.513 billion at the end of 2022. This was the effect of the net profit for the period of CHF 232 million and the positive impact of CHF 8 million of the revaluation of pension obligations, consisting of an actuarial loss on retirement benefit obligations and a positive return on pension plan assets, net of deferred tax. These effects were partially offset by the reduction of share capital in the amount of CHF 138 million, a negative currency translation effect of CHF 54 million, and the dividends paid to noncontrolling interests amounting to CHF 13 million.

Net debt increased to CHF 908 million at the end of June 2023, compared to CHF 750 million at the end of 2022. This figure includes current and noncurrent Financial debts, Lease liabilities, Cash and cash equivalents, Short-term deposits, and financial instruments with positive fair values reported under Other current assets.

Gearing, which reflects net financial debt in relation to equity, including noncontrolling interests, increased to 36 % from 30 % at the end of 2022 as a result of the increase in net debt.

CASH FLOW

Cash flow from operating activities before changes in working capital and provisions decreased to CHF 300 million, compared to CHF 440 million for the first half of 2022.

Working capital and provisions increased by CHF 162 million in the first half of 2023, compared to an increase of CHF 398 million in the first half of 2022. This effect is mainly due to an exceptional strong base in 2022, which was characterized by increased raw material prices and high demand, while the first half of 2023 faced general market destocking and raw material price decreases.

Net cash generated from operating activities was at CHF 78 million in the first half of 2023, compared to CHF - 17 million for the first half of 2022. This increase was mainly due to lower net working capital.

Investments in property, plant, and equipment (PPE) and investments in intangible assets were CHF 74 million and CHF 1 million, respectively, in the first half of 2023, compared to CHF 88 million and CHF 1 million, respectively, for the first half of 2022.

Proceeds from the disposal of activities not qualifying as discontinued operations amounted to CHF 113 million, arising from the disposal of the North American Land Oil business and the Quats business (see Note 5).

Financing activities mainly include repayments of and proceeds from financial debts, repayments of lease liabilities, the related interest paid and received, as well as the distribution to shareholders and noncontrolling interests.



Definition of Terms of Financial Measurements (unaudited)

The following financial measurements are supplementary financial indicators. They should be considered in addition to, not as a substitute for, operating income, net income, operating cash flow, and other measures of financial performance and liquidity reported in accordance with International Financial Reporting Standards (IFRS).

EBITDA

- (Earnings Before Interest, Taxes, Depreciation, and Amortization) is calculated as operating income plus depreciation of PPE, plus impairment and amortization of intangible assets, and can be reconciled from the Condensed Financial Statements as follows:

EBITDA (CONTINUING)

CHF m	First Half	
	2023	2022
Operating result	222	290
+ Depreciation of PPE	84	88
+ Impairment	-	9
+ Depreciation of Right-of-use assets	26	28
+ Amortization of intangible assets	10	21
EBITDA	342	436

EBITDA before exceptional items

- is calculated as EBITDA plus expenses for restructuring, impairment, transaction-related, and other exceptional items, less impairment and gain/loss on disposals.

EBITDA BEFORE EXCEPTIONAL ITEMS (CONTINUING)

CHF m	First Half	
	2023	2022
EBITDA	342	436
+ Restructuring, impairment, transaction-related, and other exceptional items ^{1, 2}	38	45
- Impairment (reported under restructuring, impairment, transaction-related, and other exceptional items)	-	-9
+ Gain/Loss from the disposal of activities not qualifying as discontinued operations ²	-61	-24
EBITDA before exceptional items	319	448



Operating income before exceptional items

- is calculated as operating income plus restructuring, impairment, transaction-related, and other exceptional items and gain/loss on disposals.

OPERATING INCOME BEFORE EXCEPTIONAL ITEMS (CONTINUING)

CHF m	First Half	
	2023	2022
Operating result	222	290
+ Restructuring, impairment, transaction-related, and other exceptional items ^{1,2}	38	45
+ Gain/Loss from the disposal of activities not qualifying as discontinued operations ³	-61	-24
Operating income before exceptional items	199	311

¹ Restructuring, impairment, transaction-related, and other exceptional items for 2023: CHF 38 million (2022: CHF 45 million), of which: Cost of goods sold: CHF 8 million (2022: CHF 10 million); Selling, general, and administrative costs: CHF 22 million (2022: CHF 34 million); Research and development costs: CHF 8 million (2022: CHF 1 million income)

² Other exceptional items refer to material incidental costs or income resulting from an event outside the normal course of business

³ Gain from the disposal of activities not qualifying as discontinued operations reported under Selling, general, and administrative costs

Return on invested capital

- is calculated by dividing Net Operating Profit Less Adjusted Taxes (NOPLAT) after exceptional items by the average net capital employed. NOPLAT is calculated by adjusting the reported operating result by the expected tax rate. Net capital employed also considers assumed operating cash and reported lease liabilities.

RETURN ON INVESTED CAPITAL (CONTINUING)

CHF m	30.06.2023	30.06.2022
Operating result 12-month rolling	4	525
- Adjusted by the expected tax rate (26 %)	-1	-137
Net operating profit less adjusted taxes	3	388
Total equity	2 548	2 907
- Cash, cash equivalents, and Short-term deposits	-330	-617
- Assets held for sale	-2	-1
+ Current and noncurrent Financial debts	997	1 281
+ Current and noncurrent Lease liabilities	241	267
+ Operating cash (2 % of 12-month rolling sales)	98	98
Net invested capital	3 552	3 935
Average net invested capital	3 744	3 566
Return on invested capital	0.1 %	10.9 %

Net debt

- is the sum of current and noncurrent financial debt less cash and cash equivalents, short-term deposits, and financial derivatives with positive fair values.

NET DEBT

CHF m	30.06.2023	31.12.2022
Noncurrent financial debt	760	870
+ Lease liabilities	241	239
+ Current financial debt	237	355
- Cash and cash equivalents	-285	-394
- Short-term deposits	-45	-324
- Financial instruments with positive fair values	-	-2
+ Net debt reported as held for sale	-	6
Net debt	908	750



Condensed financial statements of the Clariant Group (unaudited)

CONSOLIDATED BALANCE SHEETS

ASSETS	30.06.2023		31.12.2022	
	CHF m	%	CHF m	%
Noncurrent assets				
Property, plant, and equipment	1 503		1 549	
Right-of-use assets	242		240	
Intangible assets	968		997	
Investments in associates and joint ventures	244		327	
Financial assets	308		225	
Employee benefits	62		61	
Deferred income tax assets	132		120	
Total noncurrent assets	3 459	60.9	3 519	56.9
Current assets				
Inventories	804		796	
Trade receivables	666		725	
Other current assets	360		326	
Current income tax receivables	57		54	
Short-term deposits	45		324	
Cash and cash equivalents	285		394	
Total current assets	2 217	39.1	2 619	42.3
Assets held for sale	2	0.0	50	0.8
Total assets	5 678	100.0	6 188	100.0
EQUITY AND LIABILITIES				
Equity				
Share capital	724		863	
Treasury shares (par value)	-7		-8	
Other reserves	-1 213		-1 165	
Retained earnings	2 867		2 651	
Total capital and reserves attributable to Clariant shareholders	2 371		2 341	
Noncontrolling interests	177		172	
Total equity	2 548	44.9	2 513	40.6
Liabilities				
Noncurrent liabilities				
Financial debts	760		870	
Deferred income tax liabilities	22		27	
Retirement benefit obligations	473		488	
Noncurrent lease liabilities	198		195	
Provision for noncurrent liabilities	171		178	
Other liabilities	52		55	
Total noncurrent liabilities	1 676	29.5	1 813	29.3
Current liabilities				
Trade payables and other liabilities	838		1 009	
Financial debts	237		355	
Current income tax liabilities	156		233	
Current lease liabilities	43		44	
Provision for current liabilities	180		215	
Total current liabilities	1 454	25.6	1 856	30.0
Liabilities directly associated with assets held for sale	-	-	6	0.1
Total liabilities	3 130	55.1	3 675	59.4
Total equity and liabilities	5 678	100.0	6 188	100.0



CONSOLIDATED INCOME STATEMENTS

	2023		First Half 2022	
	CHF m	%	CHF m	%
Sales	2 284	100.0	2 563	100.0
Costs of goods sold	-1 676	73.4	-1 805	70.4
Gross profit	608	26.6	758	29.6
Selling, general, and administrative costs	-330	14.4	-410	16.0
Research and development	-78	3.4	-79	3.1
Income from associates and joint ventures	22	1.0	21	0.8
Operating result	222	9.8	290	11.3
Finance income	13	0.6	8	0.3
Finance costs	-45	2.0	-44	1.7
Income before taxes	190	8.4	254	9.9
Taxes	40	1.8	-65	2.5
Net result from continuing operations	230	10.1	189	7.4
Attributable to:				
Shareholders of Clariant Ltd	207		172	
Noncontrolling interests	23		17	
Net result from discontinued operations	2		197	
Attributable to:				
Shareholders of Clariant Ltd	2		197	
Noncontrolling interests	-		-	
Net result total	232		386	
Attributable to:				
Shareholders of Clariant Ltd	209		369	
Noncontrolling interests	23		17	
Basic earnings per share attributable to the shareholders of Clariant Ltd (CHF/share):				
Continuing operations	0.63		0.52	
Discontinued operations	0.01		0.60	
Total	0.64		1.12	
Diluted earnings per share attributable to the shareholders of Clariant Ltd (CHF/share):				
Continuing operations	0.63		0.52	
Discontinued operations	0.01		0.60	
Total	0.64		1.12	



CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	First Half	
CHF m	2023	2022
Net result	232	386
Other comprehensive income:		
Remeasurements:	11	92
<i>thereof: Actuarial gain/loss on retirement benefit obligations</i>	-7	367
<i>thereof: Return on retirement benefit plan assets, excluding amount included in interest expense</i>	18	-275
Fair value adjustment on financial assets	3	-
Total items that will not be reclassified subsequently to the income statement, gross	14	92
Related tax on remeasurements and fair value adjustment on financial assets	-3	-28
Total items that will not be reclassified subsequently to the income statement, net	11	64
Net investment hedge	1	14
Cash flow hedges	-	-1
Currency translation differences	-54	-20
Effect of the reclassification of foreign exchange differences on previously held net investments in foreign entities	-	73
Total items that may be reclassified subsequently to the income statement, gross	-53	66
Related tax	-	-
Total items that may be reclassified subsequently to the income statement, net	-53	66
Other comprehensive income for the period, net of tax	-42	130
Total comprehensive income for the period	190	516
Attributable to:		
Shareholders of Clariant Ltd	172	501
Noncontrolling interests	18	15
Total comprehensive income for the period	190	516
Total comprehensive income attributable to shareholders of Clariant Ltd arising from:		
Continuing operations	170	228
Discontinued operations	2	273
Total comprehensive income attributable to shareholders of Clariant Ltd	172	501

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	First Half										
	Other reserves										
CHF m	Total share capital	Treasury shares (par value)	Share premium reserves	Hedging reserves	Cumulative translation reserves	Total other reserves	Retained earnings	Total attributable to equity holders	Non-controlling interests	Total equity	
Balance 31 December 2021 as previously reported	996	-8	259	1	-1 400	-1 140	2 510	2 358	186	2 544	
Total comprehensive income for the period	-	-	-	-1	69	68	433	501	15	516	
Reduction in share capital	-133	-				-		-133		-133	
Dividends to noncontrolling interests						-		-	-9	-9	
Effect of disposal						-		-	-9	-9	
<i>Employee share and option scheme:</i>											
Effect of employee services						-	-1	-1		-1	
Treasury share transactions						-	-1	-1		-1	
Balance 30 June 2022	863	-8	259	-	-1 331	-1 072	2 941	2 724	183	2 907	
Balance 1 January 2023	863	-8	259	-3	-1 421	-1 165	2 651	2 341	172	2 513	
Total comprehensive income for the period	-	-	-	-	-48	-48	220	172	18	190	
Reduction in share capital	-139	1				-		-138		-138	
Dividends to noncontrolling interests						-		-	-13	-13	
<i>Employee share and option scheme:</i>											
Effect of employee services						-	-3	-3		-3	
Treasury share transactions						-	-1	-1		-1	
Balance 30 June 2023	724	-7	259	-3	-1 469	-1 213	2 867	2 371	177	2 548	



CONSOLIDATED STATEMENTS OF CASH FLOWS

	First Half	
CHF m	2023	2022
Net result	232	386
Adjustment for:		
Depreciation and amortization	120	137
Impairment and reversal of impairment	-	9
Remeasurement to fair value	11	-
Impairment of working capital	13	14
Income from associates and joint ventures	-22	-21
Tax expense/income	-40	63
Net financial income and costs	21	24
Gain/Loss from the disposal of activities not qualifying as discontinued operations	-61	-24
Gain/Loss on disposal of discontinued operations	-	-198
Other noncash items	12	32
Total reversal of noncash items	54	36
Dividends received from associates and joint ventures	38	35
Payments for restructuring	-24	-17
Cash flow before changes in working capital and provisions	300	440
Changes in inventories	-46	-264
Changes in trade receivables	40	-118
Changes in trade payables	-176	7
Changes in other current assets and liabilities	34	7
Changes in provisions (excluding payments for restructuring)	-14	-30
Cash generated from operating activities	138	42
Income taxes paid	-60	-59
Net cash generated from operating activities	78	-17
Investments in property, plant, and equipment	-74	-88
Investments in intangible assets	-1	-1
Investments in financial assets, associates, and joint ventures	-26	-
Sale of property, plant, and equipment and intangible assets	6	3
Changes in current financial assets and short-term deposits	220	-253
Interest received ¹	9	8
Proceeds from the disposal of associates, JV, and financial assets	4	1
Proceeds from the disposal of discontinued operations	-	579
Proceeds associated with disposals of activities not qualifying as discontinued operations	113	131
Net cash provided by/used in investing activities	251	380
Purchase of treasury shares	-8	-4
Distributions to the shareholders of Clariant Ltd	-138	-
Dividends paid to noncontrolling interest	-13	-9
Proceeds from financial debts	32	40
Repayments of financial debts	-256	-404
Repayments of lease liabilities	-26	-26
Interest paid	-18	-18
Interest paid for leases	-5	-6
Net cash provided by/used in financing activities	-432	-427
Currency translation effect on cash and cash equivalents	-6	1
Net change in cash and cash equivalents	-109	-63
Cash and cash equivalents at the beginning of the period	394	415
Cash and cash equivalents at the end of the period	285	352

¹ In 2023, interest received was reclassified from financing activities to investing activities.



Notes to the condensed financial statements (unaudited)

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements are the interim condensed consolidated financial statements (hereafter “the interim consolidated financial statements”) of Clariant Ltd, a company registered in Switzerland, and its subsidiaries (hereafter “the Group”) for the six-month period ended on 30 June 2023. They were prepared in accordance with the International Accounting Standard 34 (IAS 34 Interim Financial Reporting) and were approved by the Board of Directors on 27 July 2023. These interim consolidated financial statements should be read in conjunction with the Consolidated Financial Statements for the year ended 31 December 2022 (hereafter “the annual financial statements”), as they provide an update of information reported previously. The accounting policies applied are consistent with the ones applied at year-end 2022.

The preparation of interim consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets, and liabilities, as well as the disclosures of contingent liabilities at the date of the consolidated financial statements. If, in the future, such estimates and assumptions, which are based on management’s best judgment at the date of the interim consolidated financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change.

2. NEW ACCOUNTING STANDARDS

The following standards, interpretations, and amendments are effective from 1 January 2023:

- Amendments to IAS 1 – Presentation of Financial statements
- Amendments to IAS 8 – Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to IAS 12 – Income Taxes
- Amendments to IFRS 16 – Leases
- Amendments to IFRS 17 – Insurance Contracts

The amendments listed above did not have any impact on the Group’s financial accounts.

In May 2023, the IASB issued International Tax Reform – Pillar Two Model Rules. Clariant has applied the exception to recognizing and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes. Clariant will make the required disclosures in the Full Year 2023 Consolidated Financial Statements in accordance with the amendment.

3. CHANGES IN ACCOUNTING ESTIMATES

Clariant reassessed tax provisions related to prior years in essence, which positively impacted its effective tax rate.

4. FAIR VALUE MEASUREMENT

All derivative financial instruments held by the Group at the end of June 2023 are classified as “Level 2” as defined by IFRS 13 Fair Value Measurement. The valuation of forward exchange rate contracts is based on the discounted cash flow model, using observable inputs such as interest curves and spot rates. FX options are valued based on a Black-Scholes model, using major observable inputs such as volatility and exercise prices.

Clariant is also the owner of a number of smaller-scale participations in companies engaged in activities closely related to those of Clariant. These shareholdings are valued at fair value through other comprehensive income using “Level 3” methods to determine the fair value. Their valuation is based on multiples of projected earnings and discounted cash flows. These participations are reported under Financial assets and amounted to CHF 308 million at the end of June 2023, compared to CHF 225 million at the end of 2022. The increase was mainly due to the reclassification of the 20 % stake held by Clariant in the Heubach Group.

There are no long-term financial liabilities valued at fair value.

The fair value of financial liabilities approximates their carrying value, except for the straight bonds. Fair values of straight bonds are determined by quoted market prices (Level 1 in the fair value hierarchy) and amounted to CHF 531 million at the end of June 2023, compared to their carrying value of CHF 535 million. There were no transfers between the levels in 2023 or in 2022.



5. DISPOSALS OF ACTIVITIES NOT QUALIFYING AS DISCONTINUED OPERATIONS

On 31 March 2023, Clariant sold its North American Land Oil business to Dorf Ketal for a net consideration of CHF 19 million, resulting in a disposal loss of less than CHF 1 million.

On 1 June 2023, Clariant sold its Quats business to Global Amines Ltd for a net consideration of CHF 94 million, resulting in a preliminary disposal gain of CHF 62 million. Clariant fully recognized the gain, applying an accounting policy choice.

6. RESTRUCTURING, IMPAIRMENT, TRANSACTION-RELATED, AND OTHER EXCEPTIONAL ITEMS

In the first half of 2023, as a result of the restructuring measures announced, Clariant recorded restructuring expenses for the continuing operations in the amount of CHF 20 million. Transaction-related costs and other exceptional items in the amount of CHF 18 million were recorded.

During the same period in the previous year, restructuring, impairment, transaction-related, and other exceptional items pertaining to the continuing operations amounted to CHF 45 million.

7. CONTINGENCIES

A Clariant subsidiary in the United States has been named along with many other defendants in lawsuits involving per- and polyfluoroalkyl substances (PFAS). Clariant is monitoring the development of these cases, which relate to a line of business divested in 2013, and is defending all litigation matters related to PFAS. As of this point in time, Clariant cannot assess if these litigation matters will have a material impact on Clariant's financial results.

8. DISTRIBUTION AND SHARE CAPITAL REDUCTION

On 4 April 2023, the General Meeting approved a distribution of CHF 0.42 per registered share through capital reduction by way of a par value reduction. The payment to shareholders took place in June 2023.

9. FINANCIAL LIABILITIES

On 17 April 2023, two certificates of indebtedness in the amount of EUR 150 million reached maturity and were repaid. On 26 April 2023, another certificate of indebtedness in the amount of EUR 74 million reached maturity and was repaid. Certificates of indebtedness in the amount of EUR 92 million will mature in 2024 and were therefore reclassified from noncurrent to current financial debts.

All holders of certificates of indebtedness (COIs) in a total amount of EUR 319 million and the banks extending a Revolving Credit Facility (RCF) in the amount of CHF 450 million are entitled to be presented the consolidated financial statements of the Clariant Group 90 or 120 days after 30 June 2023.



10. BUSINESS UNIT FIGURES (CONTINUING OPERATIONS)

As of January 2023, the Group conducts its business through the three newly formed Business Units Care Chemicals, Catalysts, and Adsorbents & Additives.

First Half	Sales to third parties				EBITDA before exceptionals			EBITDA		
	2023	2022	% CHF	% LC	2023	2022	% CHF	2023	2022	% CHF
CHF m										
Care Chemicals	1 246	1 498	-17	-9	207	291	-29	261	291	-10
Catalysts	482	417	16	25	64	28	129	55	27	104
Adsorbents & Additives	556	648	-14	-8	80	163	-51	72	162	-56
Business Unit total	2 284	2 563			351	482		388	480	-19
Corporate	-	-			-32	-34		-46	-44	
Total	2 284	2 563	-11	-3	319	448	-29	342	436	-22

CHF m	Operating income before exceptionals			Operating income			Segment assets	
	2023	2022	% CHF	2023	2022	% CHF	2023	2022
Care Chemicals	164	234	-30	218	230	-5	1 532	1 996
Catalysts	27	-12	n.m.	18	-18	n.m.	1 599	1 925
Adsorbents & Additives	50	138	-64	42	137	-69	1 113	1 035
Business Unit total	241	360		278	349		4 244	4 956
Corporate	-42	-49		-56	-59			
Total	199	311	-36	222	290	-23		

11. BUSINESS UNIT MARGINS (CONTINUING OPERATIONS)

First Half	Sales to third parties (Share of Total)		EBITDA before exceptionals		EBITDA	
	2023	2022	2023	2022	2023	2022
in %						
Care Chemicals	54.6	58.4	16.6	19.4	20.9	19.4
Catalysts	21.1	16.3	13.3	6.7	11.4	6.5
Adsorbents & Additives	24.3	25.3	14.4	25.2	12.9	25.0
Total	100.0	100.0	14.0	17.5	15.0	17.0

in %	Operating income before exceptionals		Operating income	
	2023	2022	2023	2022
Care Chemicals	13.2	15.6	17.5	15.4
Catalysts	5.6	-2.9	3.7	-4.3
Adsorbents & Additives	9.0	21.3	7.6	21.1
Total	8.7	12.1	9.7	11.3



12. CONDENSED EARNINGS PER SHARE DATA

	First Half	
	2023	2022
Net result attributable to shareholders of Clariant Ltd (CHF m)		
Continuing operations	207	172
Discontinued operations	2	197
Total	209	369
Shares		
Number of registered shares at 30.06.2023 and 30.06.2022, respectively	331 939 199	331 939 199
Weighted-average number of shares outstanding	329 044 354	329 196 036
Adjustment for granted Clariant shares	1 463 063	1 614 495
Weighted-average diluted number of shares outstanding	330 507 417	330 810 531
Basic earnings per share attributable to shareholders of Clariant Ltd (CHF/share)		
Continuing operations	0.63	0.52
Discontinued operations	0.01	0.60
Total	0.64	1.12
Diluted earnings per share attributable to shareholders of Clariant Ltd (CHF/share)		
Continuing operations	0.63	0.52
Discontinued operations	0.01	0.60
Total	0.64	1.12

13. FOREIGN EXCHANGE RATES

Rates used to translate the consolidated balance sheets (closing rates)	30.06.2023	31.12.2022	Change %
1 USD	0.90	0.92	-2
1 EUR	0.98	0.99	-1
1 BRL	0.19	0.18	6
1 CNY	0.12	0.13	-8
100 INR	1.10	1.12	-2
100 JPY	0.62	0.70	-11

	First Half		
Average sales-weighted rates used to translate the consolidated income statements and consolidated statements of cash flows	2023	2022	Change %
1 USD	0.91	0.95	-4
1 EUR	0.99	1.03	-4
1 BRL	0.18	0.19	-5
1 CNY	0.13	0.15	-13
100 INR	1.11	1.24	-10
100 JPY	0.68	0.77	-12



Clariant – Greater chemistry

Clariant is a focused specialty chemical company led by the overarching purpose of “Greater chemistry – between people and planet”. By connecting customer focus, innovation, and people, the company creates solutions to foster sustainability in different industries.

www.clariant.com

CALENDAR OF CORPORATE EVENTS

30 October 2023	Third Quarter / Nine Month 2023 Reporting
29 February 2024	Fourth Quarter / Full Year 2023 Reporting
9 April 2024	Annual General Meeting

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