



Consolidated Income Statements

CONSOLIDATED INCOME STATEMENTS				
for the years ended 31 December 2023 and 2022				
	2023		2022	
	in CHF m	in %	in CHF m	in %
Sales	4 377	100.0	5 198	100.0
Costs of goods sold	-3 268		-4 173	
Gross profit	1 109	25.3	1 025	19.7
Selling, general, and administrative costs	- 709		- 834	
Research and development costs	- 160		- 160	
Income from associates and joint ventures	42		41	
Operating income	282	6.4	72	1.4
Finance income	44		18	
Finance costs	- 108		- 84	
Income before taxes	218	5.0	6	0.1
Taxes	- 5		- 107	
Net result from continuing operations	213	4.9	- 101	-1.9
Attributable to:				
Shareholders of Clariant Ltd	168		- 133	
Non-controlling interests	45		32	
Net result from discontinued operations	- 34		217	
Attributable to:				
Shareholders of Clariant Ltd	- 34		217	
Non-controlling interests	-		-	
Net income	179		116	
Attributable to:				
Shareholders of Clariant Ltd	134		84	
Non-controlling interests	45		32	
Basic earnings per share attributable to the shareholders of Clariant Ltd (CHF/share)				
Continuing operations	0.51		-0.40	
Discontinued operations	-0.10		0.66	
Total	0.41		0.26	
Diluted earnings per share attributable to the shareholders of Clariant Ltd (CHF/share)				
Continuing operations	0.51		-0.40	
Discontinued operations	-0.10		0.66	
Total	0.41		0.26	



Consolidated Balance Sheets

Assets

CONSOLIDATED BALANCE SHEETS				
at 31 December 2023 and 2022	31.12.2023		31.12.2022	
	in CHF m	in %	in CHF m	in %
Assets				
Non-current assets				
Property, plant, and equipment	1 439		1 549	
Right-of-use assets	171		240	
Intangible assets	911		997	
Investments in associates and joint ventures	236		327	
Financial assets	199		225	
Net defined benefit assets	44		61	
Deferred tax assets	129		120	
Total non-current assets	3 129	58.5	3 519	56.9
Current assets				
Inventories	624		796	
Trade receivables	567		725	
Other current assets	355		326	
Income tax receivables	78		54	
Short-term deposits	105		324	
Cash and cash equivalents	488		394	
Total current assets	2 217	41.5	2 619	42.3
Assets held for sale	1	0.0	50	0.8
Total assets	5 347	100.0	6 188	100.0



Consolidated Balance Sheets

Equity and Liabilities

CONSOLIDATED BALANCE SHEETS				
at 31 December 2023 and 2022	31.12.2023		31.12.2022	
	in CHF m	in %	in CHF m	in %
Equity and liabilities				
Equity				
Share capital	724		863	
Treasury shares (par value)	- 7		- 8	
Other reserves	-1 385		-1 165	
Retained earnings	2 686		2 651	
Total capital and reserves attributable to Clariant Ltd shareholders	2 018		2 341	
Non-controlling interests	162		172	
Total equity	2 180	40.8	2 513	40.6
Liabilities				
Non-current liabilities				
Financial debts	765		870	
Deferred tax liabilities	25		27	
Net defined benefit liability	473		488	
Lease liabilities	136		195	
Other liabilities	26		55	
Provisions	153		178	
Total non-current liabilities	1 578	29.5	1 813	29.3
Current liabilities				
Trade payables and other liabilities	740		1 009	
Financial debts	333		355	
Income tax liabilities	160		233	
Lease liabilities	115		44	
Provisions	241		215	
Total current liabilities	1 589	29.7	1 856	30.0
Liabilities directly associated with assets held for sale	-	-	6	0.1
Total liabilities	3 167	59.2	3 675	59.4
Total equity and liabilities	5 347	100.0	6 188	100.0



Consolidated Statements of Cash Flows

CONSOLIDATED STATEMENTS OF CASH FLOWS	2023	2022
for the years ended 31 December 2023 and 2022	in CHF m	in CHF m
Net income	179	116
Reversal of non-cash income and expenses	356	641
Dividends received from associates and joint ventures	44	40
Payments for restructuring	- 45	- 32
Cash flow before changes in net working capital and provisions	534	765
Changes in net working capital and provisions	- 2	- 143
Cash generated from operating activities	532	622
Income taxes paid	- 111	- 120
Net cash generated from operating activities	421	502
Cash flows from investing activities:		
Investments in property, plant, and equipment	- 205	- 209
Investments in intangible assets	- 2	- 3
Investments in financial assets, associates, and joint ventures	- 27	- 1
Investments in business combinations	-	- 64
Changes in current financial assets and short-term deposits	155	- 302
Interest received	41	14
Proceeds from the disposal of property, plant, and equipment and intangible assets	7	9
Proceeds from the disposal of associates, joint ventures, and financial assets	4	131
Proceeds from the disposal of activities not qualifying as discontinued operations	113	-
Proceeds from the disposal of discontinued operations	-	579
Net cash generated from investing activities	86	154
Cash flows from financing activities:		
Purchase of treasury shares	- 8	- 8
Distribution to the shareholders of Clariant Ltd	- 138	- 132
Dividends paid to non-controlling interests	- 38	- 21
Proceeds from financial debts	196	204
Repayments of financial debts	- 308	- 602
Repayments of lease liabilities	- 51	- 53
Interest paid	- 38	- 43
Interest paid for leases	- 9	- 11
Net cash used in financing activities	- 394	- 666
Currency translation effect on cash and cash equivalents	- 19	- 11
Net change in cash and cash equivalents	94	- 21
Cash and cash equivalents at the beginning of the period	394	415
Cash and cash equivalents at the end of the period	488	394



Alternative Performance Measures (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, impairment, and amortization of intangible assets, and can be reconciled from the Consolidated Financial Statements as follows:

EBITDA (CONTINUING) in CHF m	2023	2022
Operating result	282	72
+ Depreciation of PPE	165	184
+ Impairment	89	462
+ Depreciation of Right-of-use assets	51	54
+ Amortization of intangible assets	20	38
EBITDA	607	810

EBITDA before exceptional items

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

EBITDA BEFORE EXCEPTIONAL ITEMS (CONTINUING) in CHF m	2023	2022
EBITDA	607	810
+ Restructuring, impairment, transaction-related, and other exceptional items ^{1 2}	183	567
– Impairment (reported under restructuring, impairment, transaction-related, and other exceptional items)	- 89	- 462
– Gain from the disposal of activities not qualifying as discontinued operations ²	- 60	- 22
EBITDA before exceptional items	641	893

Operating income before exceptional items

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

OPERATING INCOME BEFORE EXCEPTIONAL ITEMS (CONTINUING) in CHF m	2023	2022
Operating result	282	72
+ Restructuring, impairment, transaction-related, and other exceptional items ^{1 2}	183	567
– Gain from the disposal of activities not qualifying as discontinued operations ³	- 60	- 22
Operating income before exceptional items	405	617

¹ Restructuring, impairment, transaction-related, and other exceptional items for 2023: CHF 183 million (2022: CHF 567 million), of which: Cost of goods sold: CHF 91 million (2022: CHF 468 million); Selling, general, and administrative costs: CHF 70 million (2022: CHF 89 million); Research and development costs: CHF 22 million (2022: CHF 10 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 taking the operating income after exceptional items adjusted by the expected tax rate. Net capital employed also considers operating cash and lease liabilities.

RETURN ON INVESTED CAPITAL (CONTINUING) in CHF m	31.12.2023	31.12.2022
Operating result	282	72
– Adjusted by the expected tax rate (26 %)	- 73	- 19
Net operating profit less adjusted taxes	209	53
Total equity	2 180	2 513
– Cash, cash equivalents, and short-term deposits	- 593	- 718
– Assets held for sale	- 1	- 50
+ Current and non-current financial debts	1 098	1 225
+ Current and non-current lease liabilities	251	239
+ Liabilities directly associated with assets held for sale	-	6
+ Operating cash (2 % of sales)	88	104
Net invested capital	3 023	3 319
Average net invested capital	3 171	3 446
Return on invested capital	6.6 %	1.5 %

Net debt

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

NET DEBT in CHF m	31.12.2023	31.12.2022
Non-current financial debt	765	870
+ Lease liabilities	251	239
+ Current financial debt	333	355
– Cash and cash equivalents	- 488	- 394
– Short-term deposits	- 105	- 324
– Financial instruments with positive fair values	- 1	- 2
+ Net debt reported as held for sale	-	6
Net debt	755	750