



March 28, 2023

To whom it may concern:

Company Name: ENEOS Holdings, Inc.  
Representative: Saito Takeshi  
Representative Director, President  
Code number: 5020;  
TSE Prime Market/  
NSE Premier Market  
Contact person: Yokoyama Sho, Group Manager,  
Investor Relations Group,  
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Notice Regarding Transfer of Shares in SCM Minera Lumina Copper Chile (Change in Sub-Subsidiary)

ENEOS Holdings, Inc. (“ENEOS Holdings”) announces that it decided at its board of directors meeting on March 28, 2023, that ENEOS Holdings consolidated subsidiary JX Nippon Mining & Metals Corporation (President: Murayama Seiichi; “JX Metals”) will transfer 51% of its shares in an indirectly wholly-owned subsidiary, SCM Minera Lumina Copper Chile (CEO: Gonzalo Araujo; “MLCC”), which operates the Caserones Copper Mine in Chile, to Lundin Mining Corporation (CEO: Peter Rockandel; “Lundin”).

1. Purpose of the transfer

In our metals business, with the digital transformation of society, demand is expected to further increase for our advanced materials, such as sputtering targets for semiconductors, treated rolled copper foil, and high-functionality copper alloy strips. To respond to this demand, we are proactively revising our business portfolio through measures such as constructing new plants and strengthening production capacity in multiple locations in Ibaraki Prefecture and in North America. In light of these circumstances, we decided to transfer 51% of our MLCC shares in order to concentrate further on a growth area centered on its advanced materials business, control volatility in its resource business, and strengthen its long-term earnings base in the metals business. Furthermore, 19% of our MLCC shares could be transferred to Lundin or a third party, and the final percentage of shares transferred will be 70%.

Based in Canada, Lundin is one of the main companies in the Lundin Group, which develops and supplies mineral resources, petroleum, and gas in more than 20 countries worldwide. Lundin has been conducting

mining operations, production, and sales of base metals such as copper and zinc for many years in South America, Europe, the United States, and other regions throughout the world. Additionally, Lundin has been operating a copper mine in the vicinity of Caserones.

Following our acquisition of mining rights to the Caserones copper deposit in 2006, we conducted feasibility studies and undertook stripping and construction. In 2013, production of refined copper using the SX-EW method was begun and full-scale copper concentrate production commenced in May 2014. In February 2021, we acquired 100% interest through transfer of interest from two partners. We have overcome challenges such as weather problems and the COVID-19 pandemic, and recently, with the achievement of stable operation, productivity has been further improved. Through the participation of Lundin, which has extensive knowledge and high mine operation capability, as a partner in the operation of the Caserones Copper Mine, improvement of the mine's productivity and cost competitiveness can be expected.

## 2. Overview of Subsidiary

(1)	Company name	JX Nippon Mining & Metals Corporation
(2)	Location	10-4, Toranomom 2-chome, Minato-ku, Tokyo 105-8417, Japan
(3)	Name and title of representative	Murayama Seiichi, President & CEO
(4)	Business activities	<ul style="list-style-type: none"> <li>▪ Developing and mining of non-ferrous metal resources</li> <li>▪ Manufacturing and marketing of non-ferrous metal products such as copper, gold, and silver</li> <li>▪ Manufacturing and marketing of electro-deposited and treated rolled copper foils</li> <li>▪ Manufacturing and marketing of thin film materials such as sputtering targets, surface treatment agents, and compound semiconductor materials</li> <li>▪ Manufacturing and marketing of precision-rolled products</li> <li>▪ Manufacturing and marketing of precision fabricated products</li> <li>▪ Recycling of non-ferrous metal materials and treatment of industrial waste for reuse</li> </ul>
(5)	Capital	75,000,000,000 JPY
(6)	Date of establishment	September 27, 2002
(7)	Major shareholder and shareholding ratio	ENEOS Holdings, Inc.: 100%

3. Overview of subsidiary (sub-subsidiary) to be transferred

(1)	Company name	SCM Minera Lumina Copper Chile		
(2)	Location	Av. Andrés Bello 2687, Piso 4 – Edificio del Pacífico, Las Condes, Santiago, Chile		
(3)	Name and title of representative	Gonzalo Araujo, CEO		
(4)	Business activities	<p>a) Exploring and developing mining and other rights</p> <p>b) Purchasing and leasing mining rights for exploration or development</p> <p>c) Participating in exploring, developing, and commercializing mineral deposits and mining rights</p> <p>d) Installing and operating plants for processing and refining ore to be produced</p> <p>e) Marketing, exporting, and commercializing ores and products</p>		
(5)	Capital	3,468,427,600 USD		
(6)	Date of establishment	August 20, 2003		
(7)	Major shareholders and shareholding ratios	<p>MLCC Finance Netherlands B.V.: 68.68%</p> <p>Nippon Caserones Resources Co., Ltd.: 28.49%</p> <p>Nippon Caserones Resources Canada Enterprises Corp.: 2.83%</p>		
(8)	Relationship between the listed company and the company concerned	Capital relationship	Indirectly owning 100% of its issued shares through JX Metals	
		Personnel relationship	Not applicable	
		Business relationship	Not applicable	
(9)	Business performance and financial condition for the past three years			
	Fiscal year	Ended March 2020	Ended March 2021	Ended March 2022
	Net assets (equity)	(684,240)	(1,314,817)	(1,055,650)
	Total assets	3,287,760	2,775,360	2,905,136
	Equity attributable to owners of the parent per share (USD)	(0.24)	(0.47)	(0.37)
	Net sales	772,833	941,095	1,244,268
	Operating income	23,793	(497,389)	394,286
	Income before tax	(159,244)	(625,979)	273,486
	Net income attributable to owners of the parent	(165,927)	(630,563)	259,201
	Net income per share (USD)	(0.06)	(0.22)	0.09
	Dividend per share (USD)	0	0	0

(Thousands of USD, unless otherwise noted)

4. Overview of share transfer counterparty

(1)	Company name	Lundin Mining Corporation																									
(2)	Location	150 King Street West, Suite 2200 P.O. Box 38, Toronto, Ontario, M5H 1J9 Canada																									
(3)	Name and title of representative	Peter Rockandel, CEO																									
(4)	Business activities	Exploring, developing, and mining minerals in Argentina, Chile, Brazil, Portugal, Sweden, and the United States																									
(5)	Capital	6,275,506,692 CAD																									
(6)	Date of establishment	September 9, 1994																									
(7)	Major shareholders and shareholding ratios	<table border="1"> <tr> <td>Nemesia Sarl</td> <td>14.39%</td> </tr> <tr> <td>Capital Group Cos Inc.</td> <td>11.28%</td> </tr> <tr> <td>FMR LLC</td> <td>6.33%</td> </tr> <tr> <td>Vanguard Group Inc.</td> <td>2.61%</td> </tr> <tr> <td>Blackrock Inc.</td> <td>2.48%</td> </tr> <tr> <td>Mirae Asset Global Investments Co. Ltd.</td> <td>2.06%</td> </tr> <tr> <td>M&amp;G PLC.</td> <td>2.04%</td> </tr> <tr> <td>Dimensional Fund Advisors L.P.</td> <td>1.84%</td> </tr> <tr> <td>Polaris Capital Management LLC</td> <td>1.69%</td> </tr> <tr> <td>Baillie Gifford &amp; Co.</td> <td>1.60%</td> </tr> <tr> <td>Pear Tree Advisors Inc.</td> <td>1.35%</td> </tr> <tr> <td>Nordea Bank Abp</td> <td>1.23%</td> </tr> </table>		Nemesia Sarl	14.39%	Capital Group Cos Inc.	11.28%	FMR LLC	6.33%	Vanguard Group Inc.	2.61%	Blackrock Inc.	2.48%	Mirae Asset Global Investments Co. Ltd.	2.06%	M&G PLC.	2.04%	Dimensional Fund Advisors L.P.	1.84%	Polaris Capital Management LLC	1.69%	Baillie Gifford & Co.	1.60%	Pear Tree Advisors Inc.	1.35%	Nordea Bank Abp	1.23%
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(8)	Relationship between the listed company and the company concerned	Capital relationship	Not applicable																								
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5. Number of shares to be transferred, transfer price, and status of shares held before and after the transfer

(1)	Number of shares held before transfer	2,827,486,684.93 shares
(2)	Percentage of shares transferred	51%
(3)	Transfer price	950,000,000 USD
(4)	Percentage of shares held after transfer	49%

## 6. Schedule

(1)	Date of resolution by Board of Directors	March 28, 2023
(2)	Agreement signing date	March 28, 2023
(3)	Share transfer execution date	June 2023 (planned)

## 7. Future outlook

ENEOS Holdings expects to record a loss of about 70 billion yen as an operating expense due to fair value measurement of MLCC's asset and liability owing to the decision of the transfer of the shares.

On the other hand, forecast of consolidated results for the Fiscal Year ending March 31, 2023 has been left unchanged at this point, as it is necessary to examine impacts of recent changes in exchange rate and resource prices such as crude oil prices and copper prices on each business including oil products margins, as well as the examination status of asset valuation at the end of the year including booking of impairment loss and reversal of impairment loss. If a revision of the forecast of financial results becomes necessary, ENEOS Holdings will disclose it promptly.

Reference: Forecast of Consolidated Results for the Fiscal Year ending March 31, 2023

(April 1, 2022 – March 31, 2023)

(Millions of yen)

	Revenue	Operating profit/(loss)	Profit/(loss) before tax	Profit/(loss) attributable to owners of parent	Basic profit/(loss) per share (yen)
Forecast of results for the Fiscal Year ending March 31, 2023 (Announced on February 10, 2023)	14,700,000	320,000	290,000	140,000	46.44
(Reference) Previous Results (FY2021)	10,921,759	785,905	771,789	537,117	167.27

Key factors from January 2023

Crude Oil (Dubai): 80\$/B, Copper Price (LME): 380¢/lb, Exchange rate: 130 yen/\$