

Almere, The Netherlands
 April 23, 2024, 6 p.m. CET

ASM reports first quarter 2024

Solid start of the year, Q1 orders supported by GAA and HBM

ASM International N.V. (Euronext Amsterdam: ASM) today reports its Q1 2024 results (unaudited).

Financial highlights

€ million	Q1 2023	Q4 2023	Q1 2024
New orders	647.4	677.5	697.9
<i>yoy change % at constant currencies</i>	(6%)	(14%)	10%
Revenue	710.0	632.9	639.0
<i>yoy change % at constant currencies</i>	40%	(7%)	(8%)
Gross profit margin %	49.4 %	47.2 %	52.9 %
Adjusted gross profit margin ¹	51.1 %	47.9 %	52.9 %
Operating result	204.2	131.5	187.1
Operating result margin %	28.8 %	20.8 %	29.3 %
Adjusted operating result ¹	221.2	141.0	191.8
Adjusted operating result margin ¹	31.2 %	22.3 %	30.0 %
Net earnings	380.4	90.9	173.1
Adjusted net earnings ¹	183.0	100.3	178.9

¹ Adjusted figures are non-IFRS performance measures (previously referred to as "normalized"). Refer to Annex 3 for a reconciliation of non-IFRS performance measures.

- New orders of €698 million in Q1 2024 increased by 10% at constant currencies (increased by 8% as reported), supported by healthy GAA 2nm orders, and a strong increase in memory orders, mainly for HBM-related DRAM applications.
- Revenue of €639 million decreased by 8% at constant currencies (decreased by 10% as reported) from Q1 of last year but came in at the high end of guidance (€600-640 million).
- Adjusted gross profit margin increased to 52.9%, up from 51.1% in Q1 of last year, on the back of a generally positive mix, and in particular a continued strong contribution from China sales, which increased to a quarterly record.
- Adjusted operating result margin decreased to 30.0%, compared to 31.2% in Q1 last year. This was mainly explained by the decrease in revenue and partly offset by the increase in gross profit margin, while the increase in operating expenses was relatively moderate in Q1.
- Revenue for Q2 2024 is projected to increase to €660-700 million. Revenue in H2 is expected to increase by 10% or more compared to H1 2024. Full year 2024 is expected to be another year of growth for ASM.



Comment

“ASM started the year on a solid footing”, said Benjamin Loh, CEO of ASM. “Revenue in the first quarter came in at €639 million, which was a decrease of 8% compared to the same quarter of last year. Revenue was at the top end of our guidance of €600-640 million.

Bookings increased to €698 million, up 10% at constant currencies from the first quarter 2023. Bookings again included a healthy level of tool orders related to the gate-all-around (GAA) 2nm technology node. Current traction confirms our expectation that the GAA migration is going to be a strong driver for ASM. Memory bookings showed a solid increase compared to a lower level of last year, for the larger part driven by HBM-related demand for high-performance DRAM applications. In addition, bookings from the Chinese market remained at a strong level in the first quarter. Order intake in power/analog/wafer (excluding silicon carbide Epi) continued to be relatively low, reflecting the soft conditions in this market segment.

Gross margin increased to 52.9% compared to 51.1% in the first quarter of last year, on the back of a generally positive mix, and in particular continued strong sales from China with above-average profitability. The operating profit margin decreased slightly from 31.2% to 30.0%. Operating expenses increased by a moderate 3% compared to the first quarter of last year.”

Outlook

While market conditions are still mixed in the first part of the year, we expect the recovery in wafer fab equipment (WFE) spending to gradually pick up speed in the remainder of the year. We expect revenue in the second quarter of 2024, at constant currencies, to increase to a range of €660-700 million, which is higher than we indicated with our Q4 report.

We now project ASM’s revenue in the second half to increase 10% or more compared to the first half, at constant currencies. With that, we expect 2024 to be another growth year for ASM. We still expect sales from the Chinese market in the second half to be lower, but the decrease will be more moderate than we previously anticipated. Sales in advanced logic/foundry, mainly for GAA, and in the memory segment are expected to be higher in the second half.

In part supported by previously announced new customer wins we still expect our silicon carbide (SiC) Epi sales to increase by a meaningful double-digit percentage in 2024. However, this growth will be somewhat slower than we expected at the start of the year, as some SiC customers have recently been pushing out new investments.

We reiterate our revenue target for 2025 (range of €3.0-3.6 billion), driven by an expected rebound in the WFE market, including the move of GAA 2nm technology into high-volume manufacturing in 2025, and a further recovery in the memory markets.



Annual General Meeting

On March 26, 2024, ASM published the agenda, convocation, and other materials for the 2024 Annual General Meeting (AGM), to be held on May 13, 2024, in Almere, which as also earlier announced, includes, amongst other things, approvals of:

- the annual accounts of 2023;
- the proposal to declare a regular dividend of €2.75 per common share;
- the reappointment of Mr. Lamouche and the appointment of Ms. Micki and Mr. Van den Brink as members of the Supervisory Board;
- the appointment of Ernst & Young Accountants LLP as auditor for the financial year 2025;
- a change of the remuneration policy for, and remuneration of, the Supervisory Board;
- a proposal to withdraw common shares; and,
- an amendment to ASM's articles of association.

Please refer to the AGM documents available on our website for more detailed information.



About ASM

ASM International N.V., headquartered in Almere, the Netherlands, and its subsidiaries design and manufacture equipment and process solutions to produce semiconductor devices for wafer processing, and have facilities in the United States, Europe, and Asia. ASM International's common stock trades on the Euronext Amsterdam Stock Exchange (symbol: ASM). For more information, visit ASM's website at www.asm.com.

Cautionary Note Regarding Forward-Looking Statements: All matters discussed in this press release, except for any historical data, are forward-looking statements. Forward-looking statements involve risks and uncertainties that could cause actual results to differ materially from those in the forward-looking statements. These include, but are not limited to, economic conditions and trends in the semiconductor industry generally and the timing of the industry cycles specifically, currency fluctuations, corporate transactions, financing and liquidity matters, the success of restructurings, the timing of significant orders, market acceptance of new products, competitive factors, litigation involving intellectual property, shareholders or other issues, commercial and economic disruption due to natural disasters, terrorist activity, armed conflict or political instability, changes in import/export regulations, pandemics, epidemics and other risks indicated in the company's reports and financial statements. The company assumes no obligation nor intends to update or revise any forward-looking statements to reflect future developments or circumstances.

This press release contains inside information within the meaning of Article 7(1) of the EU Market Abuse Regulation.

Quarterly earnings conference call details

ASM will host the quarterly earnings conference call and webcast on Wednesday, April 24, 2024, at 3:00 p.m. CET.

Conference-call participants should pre-register using this [link](#) to receive the dial-in numbers, passcode and a personal PIN, which are required to access the conference call.

A simultaneous audio webcast and replay will be accessible at this [link](#).

Contacts

Investor and media relations

Victor Bareño

T: +31 88 100 8500

E: investor.relations@asm.com

Investor relations

Valentina Fantigrossi

T: +31 88 100 8502

E: investor.relations@asm.com



Annex 1

Operating and financial review

Bookings

The following table shows the level of new orders for the first quarter of 2024 and the backlog at the end of the first quarter of 2024, compared to the previous quarter and the comparable quarter in the previous year:

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Backlog at the beginning of the period	1,669.2	1,404.2	1,433.5	2 %	(14) %
New orders for the period	647.4	677.5	697.9	3 %	8 %
Revenue for the period	(710.0)	(632.9)	(639.0)	1 %	(10) %
FX-effect for the period	(22.5)	(15.3)	23.4	(253) %	(204) %
Backlog at the end of the period	1,584.1	1,433.5	1,515.8	6 %	(4) %
Book-to-bill ratio (new orders divided by revenue)	0.9	1.1	1.1		

The backlog increased from €1,433 million at the end of the fourth quarter 2023 to €1,516 million as per March 31, 2024. New orders for the first quarter 2024 increased to €698 million, up 4% at constant currencies compared to previous quarter.

The book-to-bill ratio for Q1 2024 remains stable at 1.1 compared to the previous quarter. In terms of customer segments, new orders in the first quarter 2024 were led by foundry, followed by memory and logic.

Revenue

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Equipment revenue	603.6	521.4	533.8	2 %	(12) %
Spares & service revenue	106.4	111.5	105.2	(6) %	(1) %
Revenue	710.0	632.9	639.0	1 %	(10) %

Revenue for the first quarter 2024 decreased to €639 million, down 8% year-on-year at constant currencies (down by 10% as reported). Compared to the previous quarter, revenue increased 2% at constant currencies (increased by 1% as reported). Revenue in the first quarter was mainly driven by foundry, followed by memory, while we saw a reduction in power/analog/wafer.

Equipment revenue in the first quarter decreased by 10% year-on-year at constant currencies (decreased by 12% as reported). Compared to the previous quarter, equipment revenue increased by 3% at constant currencies (increased by 2% as reported).

Spares & service revenue in the first quarter grew by 2% year-on-year at constant currencies (decreased by 1% as reported). Compared to the previous quarter, spares & service revenue decreased by 4% at constant currencies (decreased by 6% as reported).



Adjusted gross profit margin

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Adjusted gross profit	362.9	303.4	337.8	11 %	(7) %
Adjusted gross profit margin	51.1%	47.9%	52.9%	5.0 pp	1.8 pp

Adjusted gross profit margin of 52.9% in the first quarter 2024 improved compared to 51.1% in the same quarter last year, and 47.9% in the fourth quarter 2023. This improvement was driven by a generally positive mix, and in particular a continued strong contribution from China sales which increased to a quarterly record.

At constant currencies, Q1 2024 adjusted gross profit shows an improvement of 12% (improved by 11% as reported) against the previous quarter. Year-on-year, first quarter decreased by 5% at constant currencies (decreased by 7% as reported).

Adjusted selling, general and administrative expenses

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Adjusted SG&A expenses	69.9	83.3	72.9	(12)%	4 %

Adjusted selling, general and administrative (SG&A) expenses decreased by 12% compared to the level in the previous quarter and increased by 4% year-on-year. The reduction compared to previous quarter is a result of lower variable expense and somewhat lower expenses across the board in most departments and in line with Q1 2023. As a percentage of revenue, adjusted SG&A expenses decreased from 13% in Q4 2023 to 11% in Q1 2024, slightly up from 10% in Q1 2023. The impact of currency changes for the first quarter was a decrease of 12% quarter-on-quarter and an increase of 6% year-on-year.

Adjusted research and development expenses

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Adjusted gross research and development expenses	90.5	107.3	105.6	(2)%	17 %
Capitalization of development expenses	(29.2)	(41.9)	(44.2)	5 %	51 %
Amortization of capitalized development expenses	10.6	11.2	11.7	4 %	10 %
Impairment of capitalized development expenses	—	2.5	—	— %	(100)%
Adjusted net research and development expenses	71.8	79.1	73.1	(8)%	2 %

The adjusted gross research and development (R&D) expenses decreased by 2% compared to the previous quarter and increased by 17% year-on-year, in line with our strategy to continue to support investments for future growth opportunities.



Adjusted net R&D expenses decreased by 8% compared to the previous quarter and increased by 2% year-on-year. Adjusted net R&D expenses were 11% of revenue in Q1 2024 compared to 12% in Q4 2023 and 10% in the same period in 2023. The impact of currency changes for the first quarter was a decrease of 7% quarter-on-quarter and an increase of 5% year-on-year.

Adjusted operating result

€ million	Q1 2023	Q4 2023	Q1 2024	Change	Change
				Q4 2023 to Q1 2024	Q1 2023 to Q1 2024
Adjusted operating result	221.2	141.0	191.8	36 %	(13) %
Adjusted operating result margin	31.2%	22.3%	30.0%	7.7 pp	(1.2)pp

Adjusted operating result of 30.0% decreased by 1.2% points compared to the same period last year and increased by 7.7% points compared to the previous quarter. The improvement over the previous quarter is driven by higher gross margin and reduced spending in both SG&A and R&D. Including PPA expenses, operating margin was 29.3% in Q1 2024.

Adjusted financing income (expense)

€ million	Q1 2023	Q4 2023	Q1 2024	Change	Change
				Q4 2023 to Q1 2024	Q1 2023 to Q1 2024
Adjusted net interest income	1.3	3.5	6.2	77.1 %	376.9 %
Foreign currency exchange gains (losses)	(6.8)	(25.2)	22.9	(190.9)%	(436.8)%
Adjusted financing income (expense)	(5.5)	(21.7)	29.1	(234.1)%	(629.1)%

Financing income is based on the currency translation results and interest income / expenses. The first quarter 2024 included a currency translation gain of €23 million, compared to currency translation losses of €7 million in Q1 2023 and €25 million in Q4 2023, mainly reflecting changes in the US dollar. A substantial part of ASM's cash position is denominated in US dollars. Financing expense was adjusted for the impact from the LPE earn-out expense of €2 million.

Share in income of investments in associates

€ million	Q1 2023	Q4 2023	Q1 2024	Change	Change
				Q4 2023 to Q1 2024	Q1 2023 to Q1 2024
Share in income of investments in associates (excluding amortization intangible assets resulting from the sale of the 12% stake of ASMPT)	9.4	2.2	5.2	136.4 %	(44.7)%
Amortization intangible assets (resulting from the sale of the 12% stake of ASMPT)	(3.4)	(0.1)	(0.1)	— %	(97.1)%
Share in income of investments in associates	6.0	2.1	5.1	142.9 %	(15.0)%

Share in income of investments in associates (excluding amortization intangible assets resulting from the sale of the 12% stake of ASMPT), which reflects our approximate 25% shareholding in ASMPT, increased by €3 million compared to the previous quarter. For further information on the Q1 results of ASMPT, please visit ASMPT's website www.asmp.com.



For 2024, full year amortization of intangible assets resulting from the sale of the 12% stake of ASMPT in 2013, on a currency-comparable basis, is expected to amount to €0.4 million.

Income taxes

Income taxes in the first quarter 2024 amounted to an expense of €46 million, up from €37 million in the same period of 2023.

Net earnings

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Net earnings	380.4	90.9	173.1	90 %	(54)%
Adjusted for:					
Amortization of purchase price allocation (resulting from the acquisitions of Reno and LPE)	(17.0)	(9.4)	(4.7)	(50)%	(72)%
Income taxes (deferred taxes on PPA adjustments)	4.7	2.6	1.3	(50)%	(72)%
Finance expense (earn-out)	(2.4)	(2.4)	(2.2)	(8)%	(8)%
Amortization intangible assets (resulting from the sale of the 12% stake of ASMPT)	(3.4)	(0.1)	(0.1)	— %	(97)%
Reversal of impairment of investments in associates	215.4	—	—	— %	(100)%
Adjusted net earnings	183.0	100.3	178.9	78 %	(2)%

Adjusted net earnings in the first quarter 2024 increased by €78 million to €179 million compared to previous quarter mainly due to higher operating results. Full reconciliation of the results can be found in Annex 3.

Cash flows

€ million	Q1 2023	Q4 2023	Q1 2024	Change Q4 2023 to Q1 2024	Change Q1 2023 to Q1 2024
Net cash from operating activities	210.4	165.5	142.4	(14)%	(32)%
Net cash from investing activities	(55.7)	(71.7)	(80.6)	12 %	45 %
Cash flows from operating activities after investing activities	154.7	93.8	61.8	(34)%	(60)%
Net cash from financing activities	(2.6)	(4.5)	(3.1)	(32)%	19 %
Total net cash provided (used)	152.1	89.3	58.8	(34)%	(61)%

The cash flow from operating activities decreased compared to the level in the previous quarter mainly due to increased working capital, partly offset by a higher operating result. Net cash used in investing activities in Q1 2024 went up, mostly driven by increased capex. We generated a quarterly cash flow from operating activities and after investing activities (free cash flow) of €62 million. Cash used in financing activities during Q1 2024 was limited and in line with Q1 2023, and with the previous quarter.



Working capital

€ million	December 31, 2023	March 31, 2024
Inventories	525.7	576.4
Accounts receivable	487.7	616.4
Contract assets	59.4	51.0
Other current assets	68.8	75.6
Accounts payable	(177.7)	(243.9)
Provision for warranty	(22.7)	(21.2)
Contract liabilities	(300.2)	(322.1)
Accrued expenses and other payables	(216.2)	(237.5)
Working capital	424.8	494.6

Net working capital increased to €495 million compared to €425 million per December 31, 2023 (€478 million per March 31, 2023), mainly explained by higher levels of inventories and accounts receivable (+€179 million), partly offset by higher current liabilities (+€108 million) compared to the previous quarter.

The number of outstanding days of working capital, measured against quarterly sales, increased to 70 days on March 31, 2024, compared to 60 days on December 31, 2023 (61 days on March 31, 2023).

Sources of liquidity

As per March 31, 2024, the company's principal sources of liquidity consisted of €712 million in cash and cash equivalents and €150 million in undrawn bank lines.



Annex 2

Consolidated statement of profit or loss

€ thousand, except per share data	Three months ended March 31,	
	2023	2024
Revenue	710,028	639,010
Cost of sales	(359,468)	(301,191)
Gross profit	350,560	337,819
Other income	14	—
Operating expenses:		
Selling, general and administrative	(71,110)	(74,146)
Research and development	(75,250)	(76,559)
Total operating expenses	(146,360)	(150,705)
Operating result	204,214	187,114
Net interest income (expense)	(1,077)	4,011
Foreign currency exchange gain (loss)	(6,765)	22,887
Share in income of investments in associates	6,052	5,109
Reversal of impairment of investments in associates	215,389	—
Earnings before income taxes	417,813	219,121
Income taxes	(37,450)	(46,055)
Net earnings	380,363	173,066
Per share data:		
Basic net earnings	7.71	3.52
Diluted net earnings ¹	7.67	3.50
Weighted average number of shares used in computing per share amounts (in thousand):		
Basic	49,334	49,210
Diluted ¹	49,606	49,464
Outstanding shares (in thousand):	49,338	49,214
Treasury shares (in thousand):	10	214

¹ The calculation of diluted net earnings per share reflects the potential dilution that could occur if securities or other contracts to issue common stock were exercised or converted into common stock or resulted in the issuance of common stock that then shared in earnings of the company. Only instruments that have a dilutive effect on net earnings are included in the calculation. The calculation is done for each reporting period individually. The possible increase of common shares caused by employee restricted shares for the three months ended March 31, 2024, is 254,553 common shares. Adjustments have been reflected in the diluted weighted average number of shares and net earnings per share for this period.



Consolidated statement of financial position

€ thousand	December 31, 2023	March 31, 2024
Right-of-use assets	35,395	35,254
Property, plant and equipment	384,949	399,850
Evaluation tools at customers	79,597	88,627
Goodwill	320,167	320,567
Other intangible assets	705,624	738,078
Investments in associates	861,937	879,641
Other investments	11,307	12,795
Deferred tax assets	179	33
Other non-current assets	18,697	19,670
Total non-current assets	2,417,852	2,494,515
Inventories	525,690	576,440
Accounts receivable	487,727	616,379
Contract assets	59,392	50,980
Income taxes receivable	29,957	44,006
Other current assets	68,845	75,552
Cash and cash equivalents	637,264	711,762
Total current assets	1,808,875	2,075,119
Total Assets	4,226,727	4,569,634
Equity and liabilities		
Equity	3,226,811	3,422,417
Lease liabilities	22,684	22,056
Contingent consideration payable	88,304	90,478
Deferred tax liabilities	150,147	154,479
Total non-current liabilities	261,135	267,013
Accounts payable	177,686	243,909
Provision for warranty	22,716	21,235
Income taxes payable	21,925	55,483
Contract liabilities	300,241	322,063
Accrued expenses and other payables	216,213	237,514
Total current liabilities	738,781	880,204
Total Liabilities	999,916	1,147,217
Total Equity and Liabilities	4,226,727	4,569,634



Consolidated statement of cash flows

€ thousand	Three months ended March 31,	
	2023	2024
Cash flows from operating activities:		
Net earnings from operations	380,363	173,066
Adjustments to reconcile net earnings to net cash from operating activities		
Depreciation, amortization and impairments	41,758	41,626
Net loss (gain) on sale of property, plant and equipment	(14)	119
Share-based compensation	8,323	9,258
Net finance (income) costs	(2,246)	(15,088)
Share in income of investments in associates	(6,052)	(5,109)
(Reversal of) impairment of investments in associates, net	(215,389)	—
Income tax	37,450	46,055
Changes in evaluation tools at customers	(10,296)	(13,020)
Changes in employee benefits pension plans	34	(14)
Income tax paid	(29,652)	(21,328)
Operating cash flows before changes in working capital	204,279	215,565
Decrease (increase) in working capital:		
Accounts receivable	2,362	(131,380)
Other current assets	5,498	(6,980)
Inventories	(46,479)	(50,435)
Provision for warranty	(2,874)	(1,563)
Contract assets and liabilities	23,664	34,044
Accounts payable, accrued expenses and other payables	23,906	83,133
Net cash from operating activities	210,356	142,384
Cash flows from investing activities		
Capital expenditures of property, plant and equipment	(26,428)	(31,265)
Proceeds from sale of property, plant and equipment	1,085	(955)
Capitalized development expenditure	(29,071)	(44,164)
Capital expenditures of intangible assets	(880)	(2,874)
Dividend received from associates	—	—
Other investments	(400)	(1,310)
Net cash used in investing activities	(55,694)	(80,568)
Cash flows from operating activities after investing activities	154,662	61,816
Cash flows from financing activities		
Payment of lease liabilities	(2,568)	(3,056)
Credit facility renewal fee paid	(1)	—
Dividends to common shareholders	—	—
Net cash used in financing activities	(2,570)	(3,056)
Foreign currency translation effect	1,179	15,737
Net increase (decrease) in cash and cash equivalents	153,271	74,498
Cash and cash equivalents at beginning of period	419,315	637,264
Cash and cash equivalents at end of period	572,586	711,761



Annex 3

(Estimated) amortization and earn-out expenses

(Estimated) purchase price allocation amortization and earn-out expenses relating to the 2022 acquisitions of Reno and LPE are as follows:

€ million	Q1 2023 Actual	Q4 2023 Actual	Q1 2024 Actual	2024 Actual / estimate	2025 Estimate	2026 Estimate	2027 Estimate
Cost of sales	(12.3)	(4.7)	—	—	—	—	—
Net research and development expenses	(3.5)	(3.5)	(3.5)	(14.0)	(14.0)	(14.0)	(14.0)
Selling, general and administrative expenses	(1.2)	(1.2)	(1.2)	(4.9)	(4.9)	(4.7)	(4.0)
Total impact on operating results	(17.0)	(9.4)	(4.7)	(18.9)	(18.9)	(18.7)	(18.0)
Finance expense ¹	(2.4)	(2.4)	(2.2)	(8.7)	(3.0)	—	—
Income taxes (deferred taxes on PPA adjustments)	4.7	2.6	1.3	5.2	5.2	5.1	4.9
Total impact on net earnings	(14.7)	(9.2)	(5.6)	(22.4)	(16.7)	(13.6)	(13.1)

¹ Finance expenses include the change in fair value of the contingent consideration (LPE earn-out).



Reconciliation between IFRS and non-IFRS performance measures

(€ million)	Q1 2023			Q4 2023			Q1 2024		
	Reported	delta	Adjusted	Reported	delta	Adjusted	Reported	delta	Adjusted
Revenue	710.0	—	710.0	632.9	—	632.9	639.0	—	639.0
Cost of sales ¹	(359.5)	12.3	(347.1)	(334.2)	4.7	(329.5)	(301.2)	—	(301.2)
Gross profit ¹	350.6	12.3	362.9	298.7	4.7	303.4	337.8	—	337.8
Other income	—	—	—	—	—	—	—	—	—
Operating expenses:									
Selling, general and administrative ¹	(71.1)	1.2	(69.9)	(84.6)	1.2	(83.3)	(74.1)	1.2	(72.9)
Research and development ¹	(75.3)	3.5	(71.8)	(82.6)	3.5	(79.1)	(76.6)	3.5	(73.1)
Total operating expenses	(146.4)	4.6	(141.7)	(167.1)	4.7	(162.4)	(150.7)	4.7	(146.0)
Operating result	204.2	17.0	221.2	131.5	9.4	141.0	187.1	4.7	191.8
Finance income (expense) ²	(1.1)	2.4	1.3	1.1	2.4	3.5	4.0	2.2	6.2
Foreign currency exchange gain (loss)	(6.8)	—	(6.8)	(25.2)	—	(25.2)	22.9	—	22.9
Net finance income (costs) ²	(7.8)	2.4	(5.4)	(24.1)	2.4	(21.7)	26.9	2.2	29.1
Share in income of investments in associates ¹	6.1	3.4	9.4	2.1	0.1	2.2	5.1	0.1	5.2
(Impairment) Reversal of impairment of investments in associates, net ³	215.4	(215.4)	—	—	—	—	—	—	—
Result before income taxes ^{1,2,3}	417.8	(192.6)	225.2	109.5	12.0	121.5	219.1	7.0	226.1
Income taxes ⁴	(37.5)	(4.7)	(42.2)	(18.6)	(2.6)	(21.2)	(46.1)	(1.3)	(47.3)
Net earnings from operations ^{1,2,3,4}	380.4	(197.3)	183.0	90.9	9.3	100.3	173.1	5.7	178.8

We have changed the terminology of non-IFRS performance measures from "Normalized" as previously applied in our external reporting to "Adjusted". There is no change in the definition to calculate such non-IFRS performance measures. For further elaboration on the use of non-IFRS performance measures, reference is made to section 29 Non-IFRS Financial performance measures of the 2023 ASM International N.V. consolidated annual accounts.

¹ Adjusted for the amortization of fair value adjustments from purchase price allocations.

³ Adjusted for the (impairment) reversal.

² Adjusted for the change in fair value of the contingent consideration ('LPE earn-out').

⁴ Adjusted for the realization of temporary differences resulting from purchase price allocation.



Notes to the consolidated financial statement

Basis of presentation

ASM's annual accounts are prepared in accordance with International Financial Reporting Standards as adopted by the European Union ('IFRS-EU'). In preparing the financial information in this document, except as described otherwise, the same accounting principles are applied as in the 2023 ASM International N.V. consolidated annual accounts.

Amounts are rounded to the nearest thousand euro; therefore amounts may not equal (sub) totals due to rounding.

All reported data is unaudited.

Principles of consolidation

The Consolidated Financial Statements include the accounts of ASM and its subsidiaries, where ASM holds a controlling interest. All unrealized intercompany profits, transactions and balances have been eliminated in consolidation. Associates are investments in entities in which ASM can exert significant influence but which ASM does not control, generally by ASM having between 20% and 50% of the voting rights. These entities are accounted for using the equity method.