



Financial Results for 1st Quarter of FY2022

August 8, 2022

Sumitomo Bakelite Co., Ltd.

Outline of Financial Results for 1st Quarter of FY2022

Financial Results for 1st Quarter of FY2022 (Y/Y)

[Unit: Billion yen]

	1Q of FY2021	1Q of FY2022	Variance (Y/Y)	
	(1)	(2)	(2)-(1)	Ratio
Revenue	62.7	71.7	9.1	14.5%
Business Profit	6.7	6.9	0.2	2.8%
Operating Profit	6.6	6.7	0.2	2.3%
Profit attributable to owners of parent	5.2	4.7	-0.5	-10.2%

* "Business profit" is calculated by deducting "Cost of sales" and "Selling, general and administrative expenses" from "Revenue".

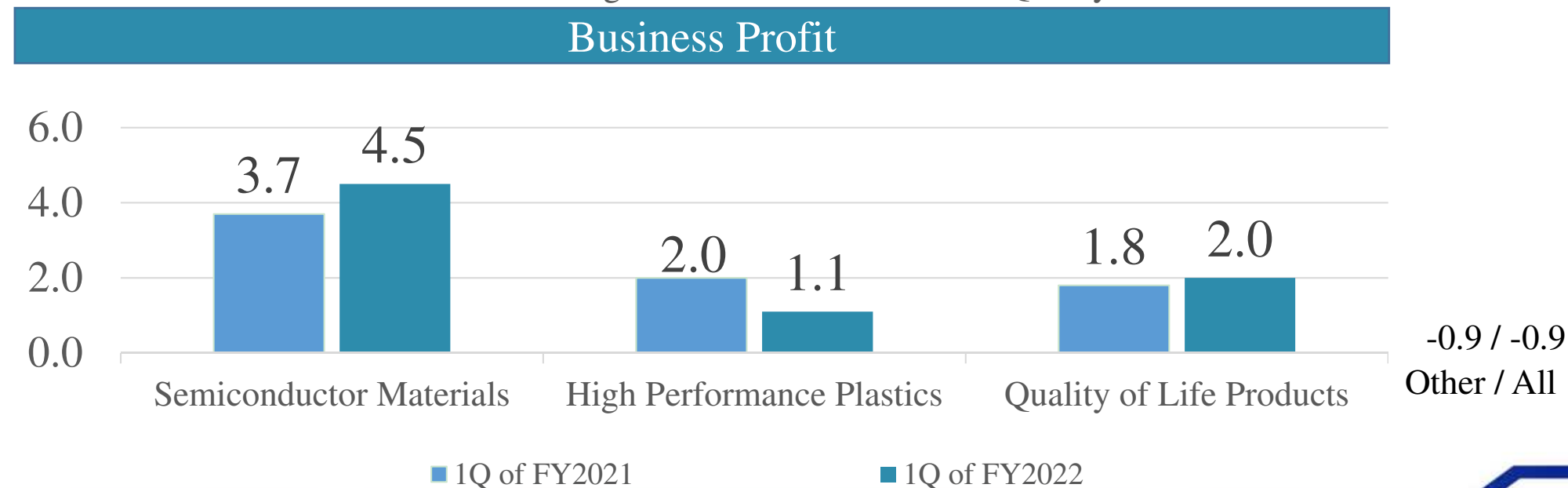
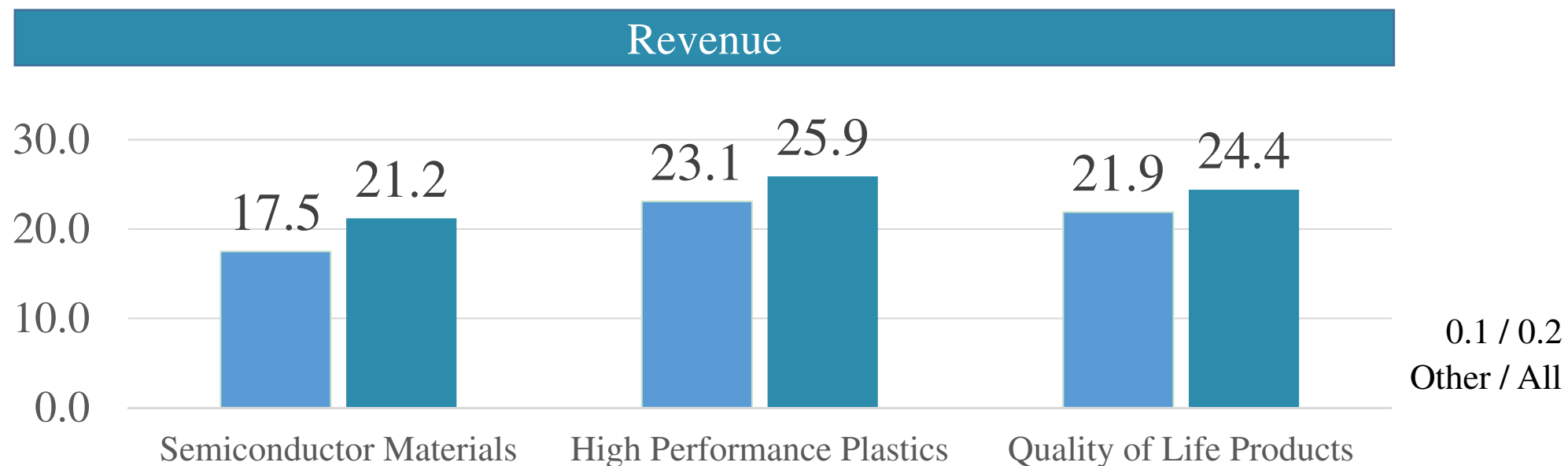
Ref. Variance in Profit attributable to owners of parent

Regarding borrowings from overseas subsidiary, we recorded a temporary valuation loss of approximately 0.75 billion yen as finance costs due to the sharp rise in interest rates.

FOREX	1Q - FY2021	1Q - FY2022
JPY / USD	110.00	129.04
JPY / EUR	131.78	138.24

Revenue and Business Profit by Business Segment (Y/Y)

[Unit: Billion yen]

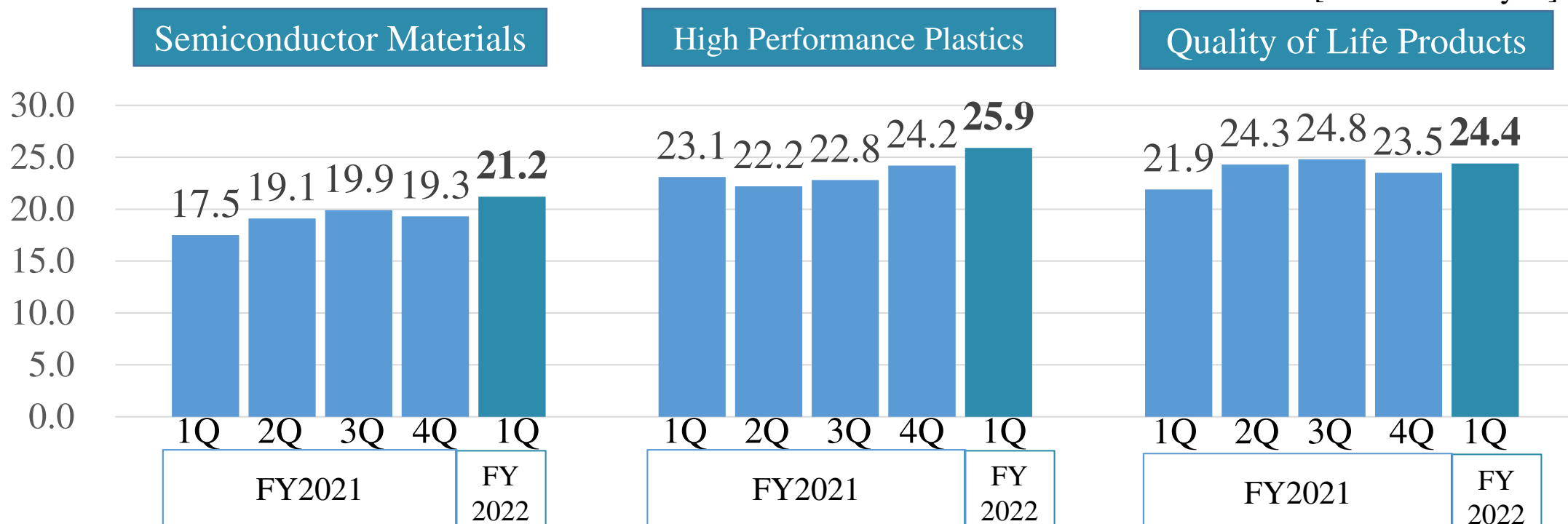


■ 1Q of FY2021

■ 1Q of FY2022

Quarterly Revenue by Business Segment

[Unit: Billion yen]



■ Semiconductor Materials

In spite of inventory adjustment in consumer applications, strong sales in the automotive and data center sectors, as well as the impact of passing on soaring raw material prices to selling prices and yen's depreciation, led to increase sales revenue.

■ High Performance Plastics

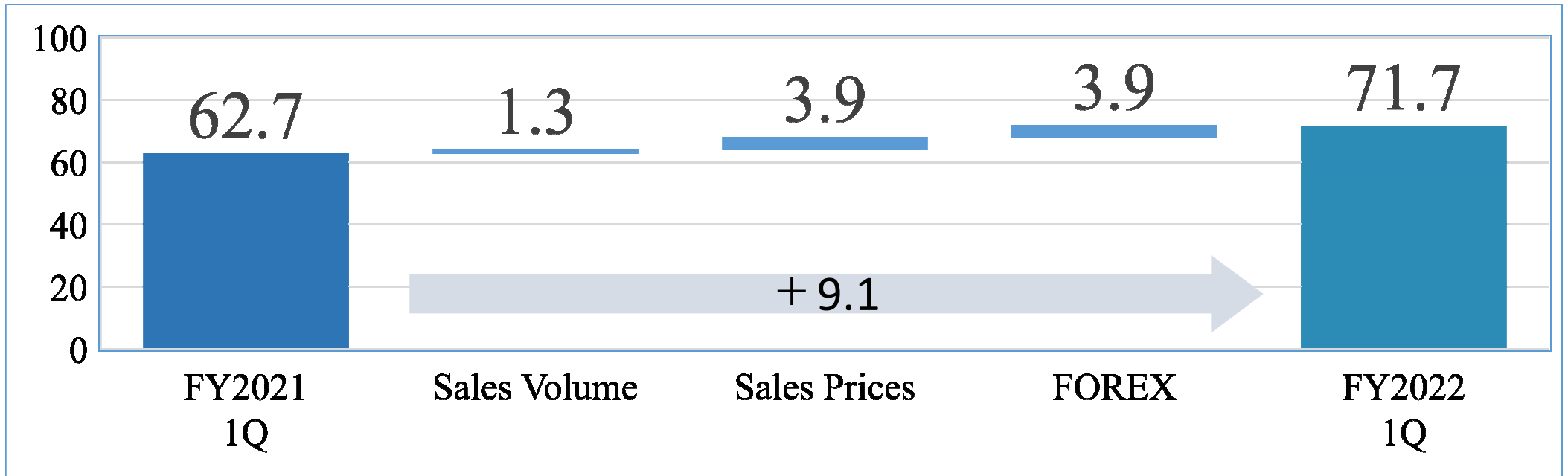
Sales volume declined due to automobile production cutbacks and slumping demand for electronic components attributable to lockdown in China. However, sales revenue increased due to the impact of passing on soaring raw material prices to selling prices and yen's depreciation.

■ Quality of Life Products

Sales revenue remained steady due to continued strong performance in exported healthcare-related products such as blood bags to North America and pharmaceutical packaging for generic drugs.

Analysis of Revenue (Y/Y)

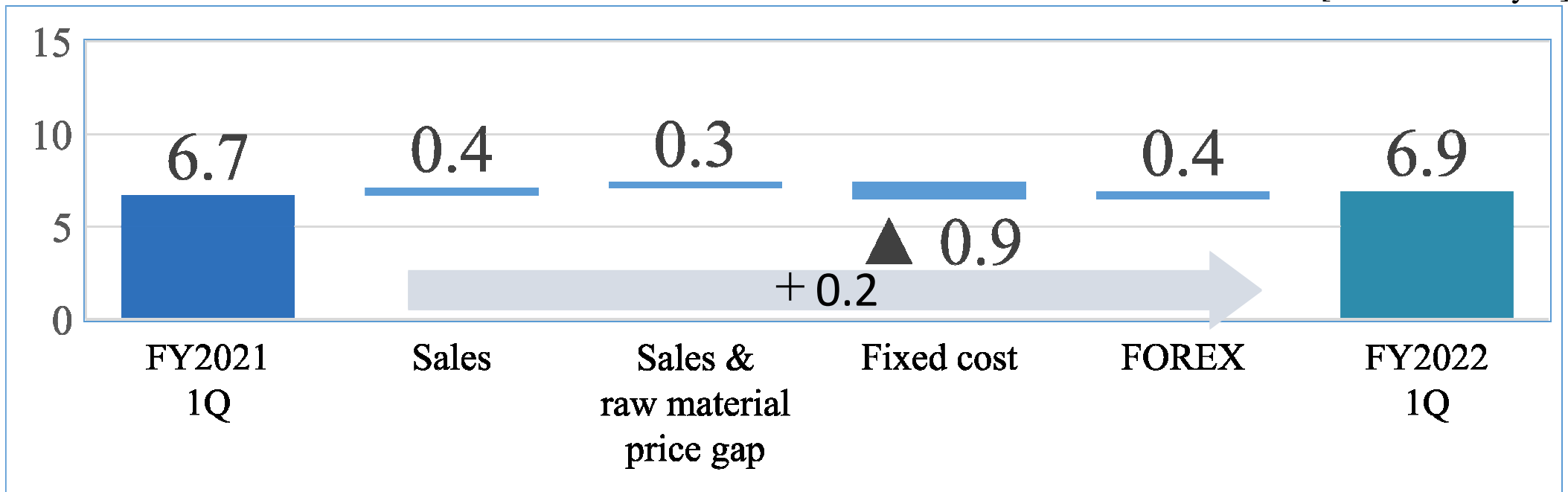
[Unit: Billion yen]



Segment	Sales Volume	Sales Prices	FOREX	Total
Semiconductor Materials	+ 1.8	+ 0.6	+ 1.3	+ 3.8
High Performance Plastics	▲2.0	+ 2.7	+ 2.1	+ 2.8
Quality of Life Products	+ 1.4	+ 0.6	+0.5	+ 2.5

Analysis of Business Profit (Y/Y)

[Unit: Billion yen]



Segment	Sales Volume	Sales & raw material price gap	Fixed cost	FOREX	Total
Semiconductor Materials	+0.8	+0.3	▲0.5	+0.3	+0.8
High Performance Plastics	▲0.8	+0.2	▲0.3	+0.1	▲0.8
Quality of Life Products	+0.4	▲0.2	▲0.1	+0.1	+0.2
Others	+0.1	0.0	▲0.0	0.0	0.0

Financial Forecasts for FY2022

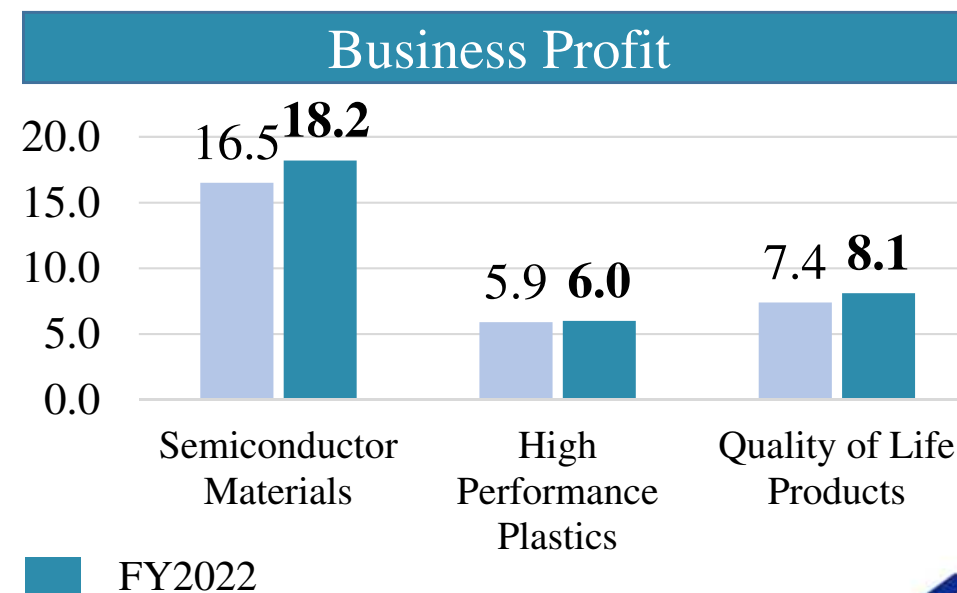
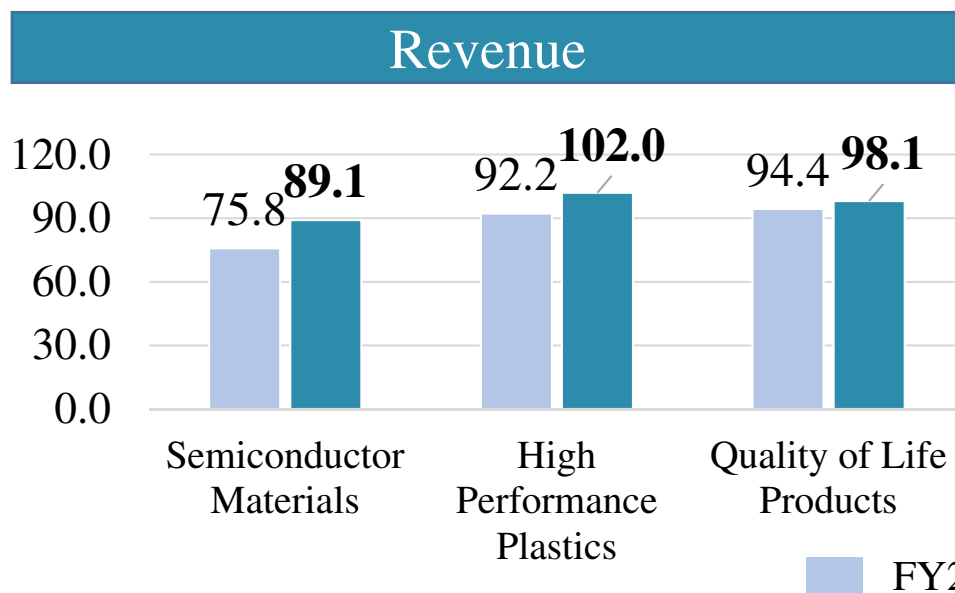
Financial Forecasts for FY2022 (Y/Y)

There is no change from Announcement on May 16, 2022.

[Unit: Billion yen]

	FY2021 Actual (1)	FY2022 Forecast (2)	Variance	
			(2)-(1)	Ratio
Revenue	263.1	290.0	26.9	10.2%
Business Profit	26.5	28.5	2.0	7.6%
Profit attributable to owners of the parent	18.3	21.0	2.7	14.8%

* "Business profit" is calculated by deducting "Cost of sales" and "Selling, general and administrative expenses" from "Revenue".



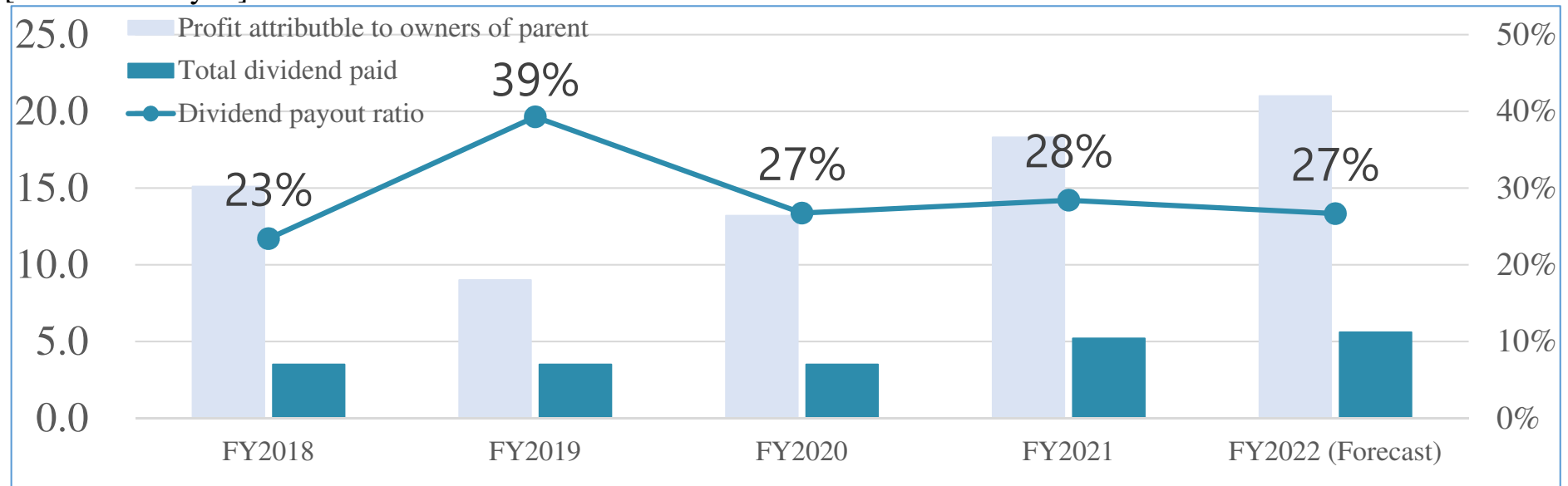
Dividends

There is no change from Announcement on May 16, 2022.

■ Dividends Forecast (FY2022): 120.00 yen per share (interim 60 yen / Year-end 60 yen)

Dividends per share forecast is increased by 10 yen from FY2021

[Unit: Billion yen]



[Dividend (yen) per share]

	FY2018	FY2019	FY2020	FY2021	FY2022 (Forecast)
Interim	37.50	37.50	45.00	50.00	60.00
Year-end	37.50	37.50	30.00	60.00	60.00
Total	75.00	75.00	75.00	110.00	120.00

Appendix

Appendix (1)

1) Summary of Results and Forecasts

[Unit: Billion yen]

	March 2022 [FY2021] Results					March 2023 [FY2022]	
	1Q (Apr-Jun)	2Q (Jul-Sep)	3Q (Oct-Dec)	4Q (Jan-Mar)	Full Year (Apr-Mar)	Results	Forecast
						1Q (Apr-Jun)	Full year (Apr-Mar)
Revenue	62.7	65.7	67.6	67.2	263.1	71.7	290.0
Business profit (*1)	6.7	7.0	7.5	5.3	26.5	6.9	28.5
Profit before tax	6.9	7.1	7.8	4.1	25.9	6.3	28.3
Profit attributable to owners of parent	5.2	5.0	5.9	2.2	18.3	4.7	21.0

2) Revenue and Business Profit by Business Segment

	March 2022 [FY2021] Results					March 2023 [FY2022]	
	1Q (Apr-Jun)	2Q (Jul-Sep)	3Q (Oct-Dec)	4Q (Jan-Mar)	Full Year (Apr-Mar)	Results	Forecast
						1Q (Apr-Jun)	Full year (Apr-Mar)
[Semiconductor Materials]							
Revenue	17.5	19.1	19.9	19.3	75.8	21.2	89.1
Business profit (*1)	3.7	4.4	4.6	3.8	16.5	4.5	18.2
[High Performance Plastics]							
Revenue	23.1	22.2	22.8	24.2	92.2	25.9	102.0
Business profit (*1)	2.0	1.3	1.4	1.2	5.9	1.1	6.0
[Quality of Life Products]							
Revenue	21.9	24.3	24.8	23.5	94.4	24.4	98.1
Business profit (*1)	1.8	2.1	2.4	1.1	7.4	2.0	8.1
[Others]							
Revenue	0.1	0.2	0.1	0.2	0.6	0.2	0.7
Business profit (*1)	-0.9	-0.8	-0.8	-0.8	-3.4	-0.9	-3.8
[Total]							
Revenue	62.7	65.7	67.6	67.2	263.1	71.7	290.0
Business profit (*1)	6.7	7.0	7.5	5.3	26.5	6.9	28.5

(*1) "Business profit" is calculated by deducting "Cost of sales" and "Selling, general and administrative expenses" from "Revenue".

Appendix (2)

3) Management Index

		March 2022 [FY2021]		March 2023 [FY2022]	
		1Q (Apr-Jun) Results	Full Year (Apr-Mar) Results	1Q (Apr-Jun) Results	Full Year (Apr-Mar) Forecast
Earnings per share	(Yen)	111.43	388.86	100.11	446.28
ROA	(%)	8.0	7.2	6.8	7.6
ROE	(%)	10.4	8.5	7.9	8.8
Ratio of equity attributable to owners of parent	(%)	58.5	62.0	64.9	65.7
Capital expenditure	(Billion Yen)	4.2	14.1	4.2	19.7
Depreciation	(Billion Yen)	3.3	13.2	3.5	13.9
R&D expenses	(Billion Yen)	2.6	10.7	2.9	11.4
Financial Liability balance at year end	(Billion Yen)	74.9	63.3	54.1	51.6
Net financial income and expenses	(Billion Yen)	0.3	0.9	0.4	0.9
No. of employees		7,941	7,916	7,999	8,060

This presentation material contains forward-looking statements that are based on management's estimates, assumptions and projections as of August 8, 2022.

Some factors, which include, but are not limited to, the risks and uncertainty associated with the worldwide economy, competitive activity and currency fluctuation, could cause actual results to differ materially from expectations.

** Our FY2022 runs from April 1, 2022 through March 31, 2023.*