

## Summary of Consolidated Business Results for the Nine Months Ended December 31, 2011 [Japanese GAAP]

February 3, 2012

**Company name** : Sumitomo Bakelite Co., Ltd.      Stock exchanges : Tokyo, Osaka  
**Company code** : No. 4203      URL : http://www.sumibe.co.jp  
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**Date of the submission of Quarterly Securities Report** : February 10, 2012  
**Date of the start of dividend payment** : -  
**Quarterly results supplementary documents** : Yes  
**Quarterly results briefing** : Yes (For analysts and institutional investors)

(All amounts presented in million yen are rounded down to the nearest million yen.)

### 1. Consolidated Business Results for the Nine Months Ended December 31, 2011

(1) Consolidated financial results (% represents year-over-year increase (decrease).)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
April 2011 - December 2011	141,241	( 2.9)	5,341	( 40.9)	6,380	( 36.6)	3,831	( 33.2)
April 2010 - December 2010	145,530	16.1	9,044	199.6	10,067	164.6	5,736	-

(Note) Comprehensive income April 2011 - December 2011: (227) millions of yen -%, April 2010 - December 2010: (501) millions of yen -%

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
April 2011 - December 2011	15.90	-
April 2010 - December 2010	23.81	-

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2011	198,791	118,179	58.9
As of March 31, 2011	205,090	122,025	59.0

(Reference) Equity (net assets less minority interests) December 31, 2011: 117,097 millions of yen, March 31, 2011: 120,933 millions of yen

### 2. Dividends

	Annual dividends per share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total
	Yen	Yen	Yen	Yen	Yen
April 2010 - March 2011	-	7.50	-	7.50	15.00
April 2011 - March 2012	-	7.50	-		
April 2011 - March 2012 (Forecasts)				7.50	15.00

(Note) Changes in dividend forecasts announced on May 10, 2011: None

### 3. Consolidated Financial Forecasts for the Year Ending March 31, 2012

(% represents year-over-year increase (decrease).)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
April 2011 - March 2012	190,000	( 0.5)	8,500	( 24.0)	10,000	( 20.0)	4,800	( 6.9)	19.92

(Note) Changes in consolidated financial forecasts announced on November 7, 2011: None

#### 4. Other

(1) Changes in significant subsidiaries (changes in "Specified Subsidiaries" accompanying changes in scope of consolidation) during this period : None

(2) Adoption of special accounting methods for quarterly financial statements : None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatements

a) Changes in accounting policies by revision of accounting standards : None

b) Changes in accounting policies other than a) : None

c) Changes in accounting estimates : None

d) Retrospective restatements : None

(4) Number of outstanding stocks (shares)

a) Number of outstanding stocks (including treasury stocks)

As of December 31, 2011	262,952,394	As of March 31, 2011	262,952,394
As of December 31, 2011	22,031,523	As of March 31, 2011	22,024,150
April 2011 - December 2011	240,924,547	April 2010 - December 2010	240,945,521

b) Number of treasury stocks

c) Average number of outstanding stocks during the period  
(excluding treasury stocks)

(Information on implementation status of quarterly review)

This "Summary of Consolidated Business Results" is not subject to quarterly review procedures based on "Financial Instruments and Exchange Act". The review procedures for the financial statements have not been completed when this summary is disclosed.

(Information on appropriate use of forecasts)

The forecasts stated in this summary are based on information which are currently available to the Company and certain assumptions regarded to be reasonable. Since they do not guarantee future performance, there are possibilities that actual results may differ caused by various factors.

(Information on this "Summary of Consolidated Business Results")

This "Summary of Consolidated Business Results" is extracted and translated, solely for readers' convenience, from a Japanese version which is prepared in accordance with accounting policies and practices generally accepted in Japan ("Japanese GAAP"). Japanese GAAP are different from International Financial Reporting Standards and standards in other countries in certain respects.

Consolidated Financial Statements

(1) Quarterly consolidated balance sheets

(Millions of yen)

	March 31, 2011	December 31, 2011
<b>Assets</b>		
Current assets		
Cash and deposits	38,774	23,738
Notes and accounts receivable-trade	40,560	44,372
Merchandise and finished goods	8,709	9,435
Semi-finished goods	2,573	2,903
Work in process	582	978
Raw materials and supplies	9,128	10,471
Others	6,342	7,406
Allowance for doubtful accounts	( 179)	( 104)
<b>Total current assets</b>	<b>106,492</b>	<b>99,200</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures (net)	30,245	29,093
Machinery, equipment and vehicles (net)	24,172	23,494
Others (net)	18,773	21,344
<b>Total property, plant and equipment</b>	<b>73,191</b>	<b>73,933</b>
Intangible assets		
Goodwill	5,255	4,906
Others	1,131	1,015
<b>Total intangible assets</b>	<b>6,387</b>	<b>5,922</b>
Investments and other assets	19,019	19,735
<b>Total non-current assets</b>	<b>98,597</b>	<b>99,590</b>
<b>Total assets</b>	<b>205,090</b>	<b>198,791</b>

(Millions of yen)

	March 31, 2011	December 31, 2011
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	28,681	29,381
Short-term loans payable	5,157	5,111
Commercial papers	11,000	10,000
Income taxes payable	1,199	1,137
Provision for bonuses	2,670	1,443
Provision for loss on disaster	1,034	829
Others	10,832	12,919
Total current liabilities	60,574	60,822
Non-current liabilities		
Long-term loans payable	11,501	11,050
Provision for retirement benefits	6,702	4,778
Provision for cost of business restructuring	363	395
Other provisions	370	358
Negative goodwill	790	294
Others	2,761	2,911
Total non-current liabilities	22,490	19,789
Total liabilities	83,064	80,611
<b>Net assets</b>		
Shareholders' equity		
Capital stock	37,143	37,143
Capital surplus	35,358	35,358
Retained earnings	79,140	79,357
Treasury stock	( 11,925)	( 11,929)
Total shareholders' equity	139,716	139,930
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,287	120
Foreign currency translation adjustment	( 18,570)	( 21,690)
Post-retirement liability adjustment for foreign consolidated subsidiaries	( 1,499)	( 1,263)
Total accumulated other comprehensive income	( 18,782)	( 22,832)
Minority interests	1,092	1,082
Total net assets	122,025	118,179
Total liabilities and net assets	205,090	198,791

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income  
(Quarterly consolidated statements of income)

(Millions of yen)

	Nine months ended December 31, 2010 (From April 1, 2010 to December 31, 2010)	Nine months ended December 31, 2011 (From April 1, 2011 to December 31, 2011)
Net sales	145,530	141,241
Cost of sales	103,745	102,832
Gross profit	41,784	38,408
Selling, general and administrative expenses	32,740	33,067
Operating income	9,044	5,341
Non-operating income		
Interest income	75	112
Dividends income	510	481
Amortization of negative goodwill	615	496
Equity in earnings of affiliates	99	0
Foreign exchange gains	104	261
Others	236	191
Total non-operating income	1,642	1,543
Non-operating expenses		
Interest expenses	256	242
Others	362	261
Total non-operating expenses	619	504
Ordinary income	10,067	6,380
Extraordinary income		
Gain on sales of non-current assets	221	24
Reversal of provision for retirement benefits	-	395
Others	4	-
Total extraordinary income	226	420
Extraordinary loss		
Loss on sales and retirement of non-current assets	475	462
Loss on valuation of investment securities	307	47
Cost of business restructuring	369	71
Impairment loss	419	122
Settlement	341	602
Provision for environmental measures	73	-
Loss on adjustment for changes of accounting standard for asset retirement obligations	79	-
Others	35	154
Total extraordinary loss	2,102	1,461
Income before income taxes and minority interests	8,190	5,338
Income taxes-current	1,584	1,365
Income taxes-deferred	737	45
Total income taxes	2,321	1,410
Income before minority interests	5,869	3,928
Minority interests in income	132	97
Net income	5,736	3,831

(Quarterly consolidated statements of comprehensive income)

(Millions of yen)

	Nine months ended December 31, 2010 (From April 1, 2010 to December 31, 2010)	Nine months ended December 31, 2011 (From April 1, 2011 to December 31, 2011)
Income before minority interests	5,869	3,928
Other comprehensive income		
Valuation difference on available-for-sale securities	( 446)	( 1,166)
Foreign currency translation adjustment	( 5,988)	( 3,219)
Post-retirement liability adjustment for foreign consolidated subsidiaries	68	236
Share of other comprehensive income of associates accounted for using equity method	( 4)	( 5)
Total other comprehensive income	( 6,371)	( 4,155)
Comprehensive income	( 501)	( 227)
(Comprehensive income attributable to)		
Owners of the parent	( 550)	( 218)
Minority interests	48	( 8)

## Segment Information

I Nine months ended December 31, 2010 (From April 1, 2010 to December 31, 2010)

(Millions of yen)

	Reportable segments					Others *1	Total	Adjustment *2	Consolidated *3
	Semiconductor materials	Circuit products	High performance plastics	Quality of life products	Subtotal				
Sales									
Outside customers	40,777	14,851	45,326	44,046	145,002	528	145,530	-	145,530
Inter-segment	-	-	278	171	449	-	449	( 449)	-
Total sales	40,777	14,851	45,604	44,217	145,451	528	145,979	( 449)	145,530
Segment income (loss)	5,511	( 1,283)	5,089	2,363	11,681	( 1)	11,679	( 2,634)	9,044

\*1 "Others" include business segments that are not included in any reportable segment and include contracted testing and research, and leasing of land.

\*2 The deduction of 2,634 million yen listed as an "Adjustment" to segment income (loss) includes 8 million yen in elimination of intersegment transactions and 2,642 million yen in corporate expenses not allocated to any reportable segment. These corporate expenses mainly comprise basic research expenses and other expenses that do not belong to any reportable segment.

\*3 Segment income is adjusted to agree with operating income in the quarterly consolidated statements of income.

II Nine months ended December 31, 2011 (From April 1, 2011 to December 31, 2011)

(Millions of yen)

	Reportable segments					Others *1	Total	Adjustment *2	Consolidated *3
	Semiconductor materials	Circuit products	High performance plastics	Quality of life products	Subtotal				
Sales									
Outside customers	39,235	11,883	45,793	43,792	140,705	535	141,241	-	141,241
Inter-segment	-	-	246	62	308	-	308	( 308)	-
Total sales	39,235	11,883	46,040	43,855	141,014	535	141,550	( 308)	141,241
Segment income (loss)	2,452	( 684)	3,980	2,421	8,169	14	8,183	( 2,842)	5,341

\*1 "Others" include business segments that are not included in any reportable segment and include contracted testing and research, and leasing of land.

\*2 The deduction of 2,842 million yen listed as an "Adjustment" to segment income (loss) includes 7 million yen in elimination of intersegment transactions and 2,850 million yen in corporate expenses not allocated to any reportable segment. These corporate expenses mainly comprise basic research expenses and other expenses that do not belong to any reportable segment.

\*3 Segment income is adjusted to agree with operating income in the quarterly consolidated statements of income.

Major products and services categorized in each reportable segment are as follows:

Reportable segments	Major products and services
Semiconductor materials	Epoxy resin molding compounds for encapsulation of semiconductor devices, Positive-type photosensitive coating resins for semiconductor wafers, Pastes for die bonding, Carrier and cover tapes for surface-mounting semiconductors and electronic components, Adhesive tapes for assembling semiconductors, Semiconductor substrate materials
Circuit products	Flexible printed circuits, Phenolic resin copper-clad laminates, Epoxy resin copper-clad laminates
High performance plastics	Phenolic molding compounds, Phenolic resins for industrial use, Precision molded products, Synthetic resin adhesive
Quality of life products	Medical devices, Melamine resin decorative laminates, Fireproof melamine decorative laminates, Polyvinyl chloride sheets, Multilayered films and sheets, Freshness preserving films, Polycarbonate resin sheets, Design and construction of sheet waterproof system, Biotechnology related products