## Summary of Consolidated Business Results for the Nine Months Ended December 31, 2019 [IFRS]

			February 14, 2020
Company name	: Sumitomo Bakelite Co., Ltd.	Stock exchanges	: Tokyo
Securities code	: 4203	URL	: http://www.sumibe.co.jp/english
Representative	: Kazuhiko Fujiwara, President		
Contact person	: Katsuhisa Shiramoto, Manager of	Corporate Communications Dept., Co	rporate General Affairs Div.
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Date of the submission	of Quarterly Securities Report	: February 14, 2020	
Date of the start of divi	idend payment	: -	
Quarterly results supple	ementary documents	: Yes	
Quarterly results briefin	ng	: Yes (For analysts and instit	tutional investors)

(All amounts presented in million yen are rounded to the nearest million yen.) 1. Consolidated Business Results for the Nine Months Ended December 31, 2019 (1) Consolidated Financial Results (% represents year-over-year increase (decrease).)

	Revenue		Business profit		Operating profit		Profit before tax		Profit attributable to		
	Revene	Revenue		business prone		operating profit				owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
April 2019 - December 2019	157,687	( 3.3)	12,366	( 14.6)	11,494	(18.1)	12,706	(14.4)	9,987	(7.4)	
April 2018 - December 2018	163,112	2.8	14,486	( 6.8)	14,041	( 7.2)	14,839	( 6.2)	10,785	( 8.7)	
	Basic earn	Basic earnings		Diluted earnings							
		per share		per share							
	Yen			Yen	1						
April 2019 - December 2019	212.22			-							

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

229.16

As the share consolidation of each 5 shares of common shares into 1 share was exercised effective on October 1, 2018, basic earnings per share is calculated with the assumption that the share consolidation had exercised at the beginning of the fiscal year ended March 31, 2019.

(2) Consolidated Financial Position

April 2018 - December 2018

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent	
	Millions of yen	Millions of yen	Millions of yen	%	
As of December 31, 2019	292,536	185,501	183,455	62.7	
As of March 31, 2019	284,898	180,635	178,818	62.8	

2. Dividends

		Annual dividends per share								
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total					
	Yen	Yen	Yen	Yen	Yen					
April 2018 - March 2019	-	7.50	-	37.50	-					
April 2019 - March 2020	-	45.00	-							
April 2019 - March 2020				45.00	90.00					
(Forecasts)				45.00	90.00					

(Note) Revisions of the latest dividend forecasts: None

As the share consolidation of each 5 shares of common shares into 1 share was exercised effective on October 1, 2018, 4th quarter-end dividends for the fiscal year ended March 31, 2019 account for the share consolidation and the total annual dividends per share of common shares are shown as "-". The total annual dividends per share calculated on a post-consolidation of share basis are ¥75.00 for the fiscal year ended March 31, 2019.

#### 3. Consolidated Financial Forecasts for the Year Ending March 31, 2020

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

	Revenue		Business pro	fit	Profit attributal owners of par		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
April 2019 - March 2020	205,000	( 3.7)	16,000	(7.5)	12,300	(18.5)	261.37

(Note) Revisions of the latest consolidated financial forecasts: None

#### [Notes]

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

(2) Changes in accounting policies and changes in accounting estimates	
a) Changes in accounting policies required by IFRS	: Yes
b) Changes in accounting policies other than a)	: None
c) Changes in accounting estimates	: None
(3) Number of outstanding shares	

B) Number of outstanding shares				(Shares)
a) Number of outstanding shares (including treasury shares)	As of December 31, 2019	49,590,478	As of March 31, 2019	49,590,478
b) Number of treasury shares	As of December 31, 2019	2,531,328	As of March 31, 2019	2,530,175
c) Average number of outstanding shares during the period	April 2019 - December 2019	47,059,836	April 2018 - December 2018	47,062,265
(excluding treasury shares)				

(Note) As the share consolidation of each 5 shares of common shares into 1 share was exercised effective on October 1, 2018, average number of outstanding shares during the period is calculated on the assumption that the share consolidation had been exercised on April 1, 2018.

(Information on implementation status of quarterly review)

This "Summary of Consolidated Business Results" is not subject to quarterly review procedures by certificated public accountants or audit firm.

#### (Information on appropriate use of forecasts)

The forecasts stated in this summary are based on information which is currently available to Sumitomo Bakelite Co., Ltd. and certain assumptions regarded to be reasonable. Since they do not guarantee future performance, there are possibilities that actual results may differ due to various factors.

Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Millions of yen)

	March 31, 2019	December 31, 2019
Assets		
Current assets		
Cash and cash equivalents	59,640	62,453
Trade and other receivables	47,858	49,806
Other financial assets	1,174	15
Inventories	34,825	35,853
Other current assets	3,274	3,238
Total current assets	146,771	151,365
Non-current assets		
Property, plant and equipment	95,488	93,627
Right-of-use assets	-	4,272
Goodwill	2,557	2,520
Other intangible assets	1,489	2,139
Investments accounted for using equity method	8,829	9,242
Other financial assets	26,059	26,338
Retirement benefit asset	1,175	1,346
Deferred tax assets	1,085	1,270
Other non-current assets	1,444	417
Total non-current assets	138,126	141,171
Total assets	284,898	292,536

(Millions of yen)

	March 31, 2019	December 31, 2019
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	18,499	20,862
Trade and other payables	45,492	42,180
Other financial liabilities	60	1,037
Income taxes payable	1,739	2,151
Provisions	1,114	1,123
Other current liabilities	351	589
Total current liabilities	67,256	67,943
Non-current liabilities		
Borrowings	26,902	26,553
Other financial liabilities	102	2,068
Retirement benefit liability	2,774	2,776
Provisions	566	566
Deferred tax liabilities	6,433	6,913
Other non-current liabilities	230	218
Total non-current liabilities	37,006	39,093
Total liabilities	104,263	107,035
Equity		
Share capital	37,143	37,143
Capital surplus	35,359	35,359
Treasury shares	( 6,775)	( 6,779)
Other components of equity	6,692	5,686
Retained earnings	106,399	112,046
Total equity attributable to owners of parent	178,818	183,455
Non-controlling interests	1,816	2,046
Total equity	180,635	185,501
Total liabilities and equity	284,898	292,536

		(Millions of yen)
	Nine months ended	Nine months ended
	December 31, 2018	December 31, 2019
	(From April 1, 2018	(From April 1, 2019
	to December 31, 2018)	to December 31, 2019)
Revenue	163,112	157,687
Cost of sales	( 114,120)	( 110,431)
Gross profit	48,992	47,257
Selling, general and administrative expenses	( 34,506)	( 34,891)
Business profit	14,486	12,366
Other income	255	163
Other expenses	( 700)	( 1,035)
Operating profit	14,041	11,494
Finance income	1,059	1,256
Finance costs	( 246)	( 242)
Share of profit (loss) of investments accounted for using equity	(14)	198
method	( 14)	190
Profit before tax	14,839	12,706
Income tax expenses	( 3,913)	( 2,725)
Profit	10,926	9,981
Profit attributable to:		
Owners of parent	10,785	9,987
Non-controlling interests	141	(6)
Profit	10,926	9,981
Earnings per share		
Basic earnings per share (Yen)	229.16	212.22
Diluted earnings per share (Yen)	-	-

# (2) Condensed Quarterly Consolidated Statements of Income and Comprehensive Income (Condensed quarterly consolidated statements of income)

(Condensed quarterly consolidated statements of comprehensive income)

		(Millions of yen)
	Nine months ended	Nine months ended
	December 31, 2018	December 31, 2019
	(From April 1, 2018	(From April 1, 2019
	to December 31, 2018)	to December 31, 2019)
Profit	10,926	9,981
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other	( 1,672)	605
comprehensive income	(1,072)	005
Remeasurements of defined benefit plans	-	( 0)
Share of other comprehensive income of investments	(2)	231
accounted for using equity method	(2)	231
Total items that will not be reclassified to profit or loss	( 1,674)	836
Items that may be reclassified to profit or loss		
Cash flow hedges	3	76
Exchange differences on translation of foreign operations	670	( 2,420)
Share of other comprehensive income of investments	( 38)	52
accounted for using equity method	(30)	JZ
Total items that may be reclassified to profit or loss	634	( 2,291)
Other comprehensive income, net of tax	( 1,040)	( 1,455)
Comprehensive income	9,886	8,526
Comprehensive income attributable to:		
Owners of parent	9,750	8,524
Non-controlling interests	136	2
Comprehensive income	9,886	8,526

### (3) Condensed Quarterly Consolidated Statements of Changes in Equity For the nine months ended December 31, 2018 (From April 1, 2018 to December 31, 2018)

Balance at beginning of

Other comprehensive

Comprehensive income

Dividends from surplus

Purchase of treasury shares

Disposal of treasury shares

components of equity to

Balance at end of current

Change due to new consolidation of subsidiaries Transfer from other

. retained earnings Total transactions with

owners

period

current period

Profit

income

Total equity attributable to owners of parent Other components of equity Financial assets Non-Exchange measured at fair value controlling Total equity differences on Remeasurements Retained Cash flow Capital Treasury interests Share capital Total of defined translation of through other surplus shares earnings hedges foreign benefit plans comprehensive operations income 37,143 35,358 ( 6,758) 95,536 10,734 -( 242) (3,321) 7,171 1,812 170,262 \_ 10 785 \_ \_ \_ \_ 141 10,926 ( 1,672) (2) 3 636 ( 1,034) (5) ( 1,040) \_ -10,785 ( 1,672) (2) 3 636 ( 1,034) 136 9,886 \_ ( 3,330) \_ (3,177) (154) (17) (17) \_ -

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# For the nine months ended December 31, 2019 (From April 1, 2019 to December 31, 2019)

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	Total equity attributable to owners of parent									(willions of yer)		
					Other components of equity							
	Share capital	Capital surplus	Treasury shares	Retained earnings	Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Cash flow hedges	Exchange differences on translation of foreign operations	Total	Non- controlling interests	Total equity	
Balance at beginning of current period	37,143	35,359	( 6,775)	106,399	9,362	-	( 239)	( 2,431)	6,692	1,816	180,635	
Profit	-	-	-	9,987	-	-	-	-	-	( 6)	9,981	
Other comprehensive income	-	-	-	-	821	15	76	( 2,375)	( 1,463)	8	( 1,455)	
Comprehensive income	-	-	-	9,987	821	15	76	( 2,375)	( 1,463)	2	8,526	
Dividends from surplus	-	-	-	( 3,882)	-	-	-	-	-	( 125)	( 4,007)	
Purchase of treasury shares	-	-	( 5)	-	-	-	-	-	-	-	( 5)	
Disposal of treasury shares	-	-	-	-	-	-	-	-	-	-	-	
Change due to new consolidation of subsidiarie	- 'S	-	-	-	-	-	-	-	-	352	352	
Transfer from other components of equity to retained earnings	-	-	-	( 457)	472	( 15)	-	-	457	-	-	
Total transactions with owners	-	-	( 5)	( 4,340)	472	( 15)	-	-	457	227	( 3,660)	
Balance at end of current period	37,143	35,359	( 6,779)	112,046	10,655	-	( 163)	( 4,806)	5,686	2,046	185,501	

(Millions of yen)

(Millions of yen)

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(4) Condensed Quarterly Consolidated Statements of Cash Flows

		(Millions of yen)
	Nine months ended	Nine months ended
	December 31, 2018	December 31, 2019
	(From April 1, 2018	(From April 1, 2019
	to December 31, 2018)	to December 31, 2019)
Cash flows from operating activities		
Profit before tax	14,839	12,706
Depreciation and amortization	7,571	8,373
Interest and dividend income	( 1,059)	( 1,182)
Interest expenses	174	242
Decrease (increase) in trade and other receivables	( 1,721)	( 1,810)
Increase (decrease) in trade and other payables	( 992)	( 2,832)
Decrease (increase) in inventories	( 2,206)	( 250)
Others, net	( 260)	411
Subtotal	16,347	15,658
Interest received	512	622
Dividends received	538	625
Interest paid	( 152)	( 220)
Income taxes paid	( 3,375)	( 2,818)
Net cash provided by (used in) operating activities	13,869	13,868
Cash flows from investing activities		
Purchase of property, plant and equipment	( 7,705)	( 8,089)
Proceeds from sale of property, plant and equipment	173	153
Purchase of investment securities	( 1,142)	( 119)
Proceeds from sale of investment securities	34	142
Others, net	( 822)	( 2)
Net cash provided by (used in) investing activities	( 9,462)	( 7,915)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	225	( 202)
Increase (decrease) in commercial papers	( 2,000)	9,000
Repayments of long-term borrowings	( 241)	( 6,425)
Repayments of lease liabilities	-	( 525)
Dividends paid	( 3,177)	( 3,882)
Dividends paid to non-controlling interests	( 154)	( 125)
Others, net	( 41)	( 5)
Net cash provided by (used in) financing activities	( 5,387)	( 2,164)
Effect of exchange rate changes on cash and cash equivalents	564	( 977)
Net increase (decrease) in cash and cash equivalents	( 415)	2,813
Cash and cash equivalents at beginning of period	56,559	59,640
Cash and cash equivalents at end of period	56,144	62,453
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## Segment Information

# 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, Semiconductor substrate materials			
High-performance plastics	Phenolic molding compounds, Phenolic resins for industrial use, Molded parts and			
	molding dies, Synthetic resin adhesive, Phenolic resin copper-clad laminates, Epoxy resin			
	copper-clad laminates, Aerospace interior components			
Quality of life products	Medical devices, Melamine resin decorative laminates and sheets, Polyvinyl chloride			
	sheets and multilayered films, Freshness preserving films, Polycarbonate resin plates,			
	Polyvinyl chloride plates, Design and construction of sheet waterproof system,			
	Biotechnology related products			

## For the nine months ended December 31, 2018 (From April 1, 2018 to December 31, 2018)

Tor the fine months chied be			,		, ,	(M	illions of yen)
	Reportable segments						
	Semiconductor materials	High- performance plastics	Quality of life products	Others	Total	Adjustment	Consolidated
Revenue							
External customers	38,305	71,252	52,986	569	163,112	-	163,112
Intersegment	-	125	1	-	126	( 126)	-
Total revenue	38,305	71,377	52,986	569	163,238	( 126)	163,112
Segment profit (Business profit)	6,820	5,272	4,462	165	16,719	( 2,234)	14,486

For the nine months ended December 31, 2019 (From April 1, 2019 to December 31, 2019)

						(141	inions of yen)
	Reportable segments						
	Semiconductor materials	High- performance plastics	Quality of life products	Others	Total	Adjustment	Consolidated
Revenue							
External customers	37,924	64,532	54,729	501	157,687	-	157,687
Intersegment	-	97	0	-	97	( 97)	-
Total revenue	37,924	64,629	54,730	501	157,784	( 97)	157,687
Segment profit (Business profit)	6,269	3,393	4,978	85	14,725	( 2,359)	12,366

## (Millions of ven)

Reconciliation from "Segment profit" to "Profit before tax"

	For the nine months ended	For the nine months ended		
	December 31, 2018	December 31, 2019		
	(From April 1, 2018 to December 31,	(From April 1, 2019 to December 31,		
	2018)	2019)		
Segment profit	14,486	12,366		
Other income	255	163		
Other expenses	( 700)	( 1,035)		
Operating profit	14,041	11,494		
Finance income	1,059	1,256		
Finance costs	( 246)	( 242)		
Share of profit (loss) of investments accounted for using equity method	( 14)	198		
Profit before tax	14,839	12,706		