

[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

(Shares)

a) Number of outstanding shares (including treasury shares)	As of March 31, 2020	49,590,478	As of March 31, 2019	49,590,478
b) Number of treasury shares	As of March 31, 2020	2,531,481	As of March 31, 2019	2,530,175
c) Average number of outstanding shares during the period (excluding treasury shares)	April 2019 - March 2020	47,059,647	April 2018 - March 2019	47,061,842

(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.

(Reference) Standalone Business Results for the Year Ended March 31, 2020

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

(1) Standalone 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 2019 - March 2020	89,054	(2.1)	4,419	6.2	5,090	6.9	3,327	(6.3)
April 2018 - March 2019	90,971	0.9	4,161	(32.4)	4,764	(32.5)	3,550	(20.6)

	Net income per share (basic)
	Yen
April 2019 - March 2020	70.70
April 2018 - March 2019	75.44

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

(2) Standalone financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2020	203,044	127,073	62.6	2,700.30
As of March 31, 2019	204,725	129,566	63.3	2,753.21

(Reference) Equity March 31, 2020: 127,073 millions of yen, March 31, 2019: 129,566 millions of yen

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

The "Summary of Consolidated Business Results" is not subject to audit by certified public accountants or audit firm.

(Information on appropriate use of forecasts)

The forecasts stated in this summary are based on information which are 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 caused by various factors.

(Application of International Financial Reporting Standards)

The Sumitomo Bakelite group has applied International Financial Reporting Standards ("IFRS") since the fiscal year ended March 31, 2018. However, the Group presented the standalone business results in accordance with accounting policies and practices generally accepted in Japan ("Japanese GAAP").

Consolidated Financial Statements

(1) Consolidated Statements of Financial Position

(Millions of yen)

	March 31, 2019	March 31, 2020
Assets		
Current assets		
Cash and cash equivalents	59,640	65,771
Trade and other receivables	47,858	44,828
Other financial assets	1,174	38
Inventories	34,825	36,478
Other current assets	3,274	3,417
Total current assets	146,771	150,533
Non-current assets		
Property, plant and equipment	95,488	90,388
Right-of-use assets	-	3,944
Goodwill	2,557	2,205
Other intangible assets	1,489	2,534
Investments accounted for using equity method	8,829	9,203
Other financial assets	26,059	21,264
Retirement benefit asset	1,175	1,094
Deferred tax assets	1,085	1,553
Other non-current assets	1,444	604
Total non-current assets	138,126	132,790
Total assets	284,898	283,322

(Millions of yen)

	March 31, 2019	March 31, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	18,499	24,368
Trade and other payables	45,492	42,892
Other financial liabilities	60	1,013
Income taxes payable	1,739	1,710
Provisions	1,114	1,008
Other current liabilities	351	689
Total current liabilities	67,256	71,680
Non-current liabilities		
Borrowings	26,902	21,256
Other financial liabilities	102	2,026
Retirement benefit liability	2,774	2,719
Provisions	566	550
Deferred tax liabilities	6,433	5,726
Other non-current liabilities	230	212
Total non-current liabilities	37,006	32,489
Total liabilities	104,263	104,168
Equity		
Share capital	37,143	37,143
Capital surplus	35,359	35,359
Treasury shares	(6,775)	(6,780)
Other components of equity	6,692	449
Retained earnings	106,399	110,967
Total equity attributable to owners of parent	178,818	177,138
Non-controlling interests	1,816	2,016
Total equity	180,635	179,154
Total liabilities and equity	284,898	283,322

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
(Consolidated statements of income)

(Millions of yen)

	The Year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)	The Year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)
Revenue	212,952	206,620
Cost of sales	(149,273)	(145,984)
Gross profit	63,679	60,636
Selling, general and administrative expenses	(46,386)	(46,290)
Business profit	17,293	14,346
Other income	333	352
Other expenses	(4,040)	(4,414)
Operating profit	13,587	10,285
Finance income	1,304	1,418
Finance costs	(256)	(522)
Share of profit (loss) of investments accounted for using equity method	4,914	318
Profit before tax	19,548	11,499
Income tax expenses	(4,298)	(2,530)
Profit	15,251	8,969
Profit attributable to:		
Owners of parent	15,084	8,986
Non-controlling interests	167	(17)
Profit	15,251	8,969
Earnings per share		
Basic earnings per share (Yen)	320.51	190.96
Diluted earnings per share (Yen)	-	-

(Consolidated statements of comprehensive income)

	(Millions of yen)	
	The Year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)	The Year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)
Profit	15,251	8,969
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(2,075)	(2,751)
Remeasurements of defined benefit plans	(341)	(76)
Share of other comprehensive income of investments accounted for using equity method	(1)	151
Total items that will not be reclassified to profit or loss	(2,416)	(2,676)
Items that may be reclassified to profit or loss		
Cash flow hedges	3	36
Exchange differences on translation of foreign operations	916	(4,123)
Share of other comprehensive income of investments accounted for using equity method	(34)	(27)
Total items that may be reclassified to profit or loss	885	(4,114)
Other comprehensive income, net of tax	(1,531)	(6,790)
Comprehensive income	13,719	2,180
Comprehensive income attributable to:		
Owners of parent	13,561	2,207
Non-controlling interests	158	(28)
Comprehensive income	13,719	2,180

(3) Consolidated Statements of Changes in Equity
For the year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)

(Millions of yen)

	Total equity attributable to owners of parent									Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity				Total		
					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			
Balance at beginning of current period	37,143	35,358	(6,758)	95,536	10,734	-	(242)	(3,321)	7,171	1,812	170,262
Profit	-	-	-	15,084	-	-	-	-	-	167	15,251
Other comprehensive income	-	-	-	-	(2,075)	(341)	3	891	(1,523)	(9)	(1,531)
Comprehensive income	-	-	-	15,084	(2,075)	(341)	3	891	(1,523)	158	13,719
Dividends from surplus	-	-	-	(3,177)	-	-	-	-	-	(154)	(3,330)
Purchase of treasury shares	-	-	(18)	-	-	-	-	-	-	-	(18)
Disposal of treasury shares	-	1	1	-	-	-	-	-	-	-	2
Change due to new consolidation of subsidiaries	-	-	-	-	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	(1,044)	703	341	-	-	1,044	-	-
Total transactions with owners	-	1	(17)	(4,221)	703	341	-	-	1,044	(154)	(3,347)
Balance at end of current period	37,143	35,359	(6,775)	106,399	9,362	-	(239)	(2,431)	6,692	1,816	180,635

For the year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)

(Millions of yen)

	Total equity attributable to owners of parent									Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity				Total		
					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			
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	-	-	-	8,986	-	-	-	-	-	(17)	8,969
Other comprehensive income	-	-	-	-	(2,615)	(61)	36	(4,139)	(6,779)	(11)	(6,790)
Comprehensive income	-	-	-	8,986	(2,615)	(61)	36	(4,139)	(6,779)	(28)	2,180
Dividends from surplus	-	-	-	(3,882)	-	-	-	-	-	(125)	(4,007)
Purchase of treasury shares	-	-	(6)	-	-	-	-	-	-	-	(6)
Disposal of treasury shares	-	0	0	-	-	-	-	-	-	-	0
Change due to new consolidation of subsidiaries	-	-	-	-	-	-	-	-	-	352	352
Transfer from other components of equity to retained earnings	-	-	-	(535)	475	61	-	-	535	-	-
Total transactions with owners	-	0	(5)	(4,418)	475	61	-	-	535	227	(3,660)
Balance at end of current period	37,143	35,359	(6,780)	110,967	7,222	-	(203)	(6,570)	449	2,016	179,154

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	The Year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)	The Year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)
Cash flows from operating activities		
Profit before tax	19,548	11,499
Depreciation and amortization	10,152	11,278
Impairment losses	2,305	2,523
Interest and dividend income	(1,304)	(1,418)
Interest expenses	235	336
Share of profit (loss) of investments accounted for using equity method	(4,914)	(318)
Decrease (increase) in trade and other receivables	962	2,868
Increase (decrease) in trade and other payables	(792)	(2,053)
Decrease (increase) in inventories	(3,712)	(1,174)
Others, net	449	829
Subtotal	22,929	24,370
Interest received	736	829
Dividends received	562	671
Interest paid	(234)	(329)
Income taxes paid	(3,801)	(3,336)
Net cash provided by (used in) operating activities	20,191	22,206
Cash flows from investing activities		
Purchase of property, plant and equipment	(10,755)	(9,916)
Proceeds from sale of property, plant and equipment	194	176
Purchase of investment securities	(1,244)	(121)
Proceeds from sale of investment securities	645	220
Purchase of investments accounted for using equity method	(3,545)	-
Others, net	(911)	(736)
Net cash provided by (used in) investing activities	(15,616)	(10,377)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	140	(644)
Increase (decrease) in commercial papers	1,500	8,000
Repayments of long-term borrowings	(483)	(6,666)
Repayments of lease liabilities	-	(718)
Dividends paid	(3,177)	(3,882)
Dividends paid to non-controlling interests	(154)	(125)
Others, net	(50)	(5)
Net cash provided by (used in) financing activities	(2,224)	(4,041)
Effect of exchange rate changes on cash and cash equivalents	729	(1,657)
Net increase (decrease) in cash and cash equivalents	3,081	6,131
Cash and cash equivalents at beginning of period	56,559	59,640
Cash and cash equivalents at end of period	59,640	65,771

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 year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	48,860	93,792	69,541	759	212,952	-	212,952
Intersegment	-	162	1	-	163	(163)	-
Total revenue	48,860	93,954	69,541	759	213,115	(163)	212,952
Segment profit (business profit)	7,997	6,664	5,420	225	20,306	(3,012)	17,293
Segment assets	76,911	108,911	78,996	1,968	266,787	18,110	284,898
Other items							
Depreciation and amortization	2,571	4,022	2,897	32	9,522	630	10,152
Impairment losses	-	2,305	-	-	2,305	-	2,305
Investments accounted for using equity method	-	370	8,459	-	8,829	-	8,829
Capital expenditures	3,034	5,095	2,948	15	11,092	253	11,346

For the year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	49,824	84,882	71,207	707	206,620	-	206,620
Intersegment	-	127	0	-	127	(127)	-
Total revenue	49,824	85,009	71,207	707	206,748	(127)	206,620
Segment profit (Business profit)	7,684	4,065	5,567	152	17,468	(3,122)	14,346
Segment assets	82,871	105,092	79,044	1,935	268,942	14,380	283,322
Other items							
Depreciation and amortization	2,740	4,443	3,335	27	10,546	732	11,278
Impairment losses	-	2,168	355	-	2,523	-	2,523
Investments accounted for using equity method	-	463	8,740	-	9,203	-	9,203
Capital expenditures	2,083	4,765	3,567	8	10,423	350	10,773

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

	For the year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)	For the year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)
Segment profit	17,293	14,346
Other income	333	352
Other expenses	(4,040)	(4,414)
Operating profit	13,587	10,285
Finance income	1,304	1,418
Finance costs	(256)	(522)
Share of profit (loss) of investments accounted for using equity method	4,914	318
Profit before tax	19,548	11,499

(Related information)

Information about geographical areas

(Revenue)

For the year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
85,222	33,237	45,039	27,285	22,169	212,952

(Note) Revenues are classified into areas based on the location of customers.

For the year ended March 31, 2020 (From April 1, 2019 to March 31, 2020)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
85,791	33,916	42,238	24,581	20,095	206,620

(Note) Revenues are classified into areas based on the location of customers.