

## Summary of Consolidated Business Results for the Nine Months Ended December 31, 2024 [IFRS]

February 3, 2025

**Company name** : Sumitomo Bakelite Co., Ltd. Stock exchanges : Tokyo  
**Securities code** : 4203 URL : <https://www.sumibe.co.jp/english>  
**Representative** : Kazuhiko Fujiwara, President  
**Contact person** : Tsuyoshi Ueda, Manager of Corporate Communications Dept., Corporate General Affairs Div.  
 TEL +81-3-5462-4165

Date of the start of dividend payment : -  
 Preparation of supplementary material on financial results : Yes  
 Holding of financial results briefing : Yes (For analysts and institutional 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, 2024

#### (1) Consolidated Financial Results

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

	Revenue		Business profit		Operating profit		Profit before tax		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
April 2024 - December 2024	231,091	7.3	23,912	15.8	18,234	( 11.2)	21,240	( 9.9)	12,855	( 28.7)
April 2023 - December 2023	215,454	( 0.6)	20,656	1.7	20,540	2.6	23,561	10.9	18,029	11.6

	Basic earnings per share		Diluted earnings per share	
	Yen	Yen	Yen	Yen
April 2024 - December 2024	138.02	-	-	-
April 2023 - December 2023	192.78	-	-	-

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

A two-for-one common stock split was issued on April 1, 2024. Basic earnings per share is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

#### (2) Consolidated Financial Position

	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	Millions of yen	Millions of yen	%	%	
As of December 31, 2024	449,795	318,704	315,730	70.2				
As of March 31, 2024	441,162	303,727	301,161	68.3				

### 2. Dividends

	Annual dividends per share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total
April 2023 - March 2024	Yen -	Yen 70.00	Yen -	Yen 80.00	Yen 150.00
April 2024 - March 2025	Yen -	Yen 45.00	Yen -	Yen 45.00	Yen 90.00
April 2024 - March 2025 (Forecasts)					

(Note) Revisions of the latest dividend forecasts: None

A two-for-one common stock split was issued on April 1, 2024. For the fiscal year ended March 31, 2024, the actual dividend amount before the stock split is shown. The dividend amount for the fiscal year ending March 31, 2025, and the projected dividend amount for the fiscal year ending March 31, 2025, are shown as the figures after the stock split.

### 3. Consolidated Financial Forecasts for the Year Ending March 31, 2025

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

	Revenue		Business profit		Profit attributable to owners of parent		Basic earnings per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
April 2024 - March 2025	309,000	7.6	30,500	11.1	17,500	( 19.8)	187.89	

(Note) Revisions of the latest consolidated financial forecasts: Yes

A two-for-one common stock split was issued on April 1, 2024. Basic earnings per share in the consolidated financial forecasts for the fiscal year ending March 31, 2025 takes into account the effect of this stock split.

[Notes]

(1) Significant changes in the scope of consolidation during the period : None

(2) Changes in accounting policies and changes in accounting estimates

a) Changes in accounting policies required by IFRS : None

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 December 31, 2024	93,757,956	As of March 31, 2024	93,757,956
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b) Number of treasury shares

As of December 31, 2024	613,956	As of March 31, 2024	628,456
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c) Average number of outstanding shares during the period

April 2024 - December 2024	93,138,233	April 2023 - December 2023	93,521,698
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(excluding treasury shares)

(Note) A two-for-one common stock split was issued on April 1, 2024. Number of outstanding shares, number of treasury shares, and average number of outstanding shares during the period are calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm : Yes (voluntary)

(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.

## Consolidated Forecast and Other Forward-Looking Information

Based on recent performance trends, the Company has made revisions to its consolidated financial forecast for the fiscal year ending March 31, 2025, previously announced on May 13, 2024, as detailed below.

Revised consolidated financial forecasts for the fiscal year ending March 31, 2025

(April 1, 2024 to March 31, 2025)

	Revenue (Millions of yen)	Business profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Basic earnings per share (Yen)
Previous forecasts (A)	309,000	30,000	24,000	257.71
Revised forecasts (B)	309,000	30,500	17,500	187.89
Amount of change (B-A)	—	500	(6,500)	
Rate of change (%)	—	1.7	(27.1)	
(Reference) Actual results for the fiscal year ended March 31, 2024	287,267	27,458	21,831	233.66

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

A two-for-one common stock split was issued on April 1, 2024. Basic earnings per share is calculated on the assumption that the stock split was conducted at the beginning of the fiscal year ended March 31, 2024.

In the business environment surrounding the company, for Semiconductor materials, demand for use in electric vehicles, solar panels, and others has continued to be robust in China, and demand for AI-related applications has also increased. As for High-performance plastics, although demand for automotive applications in North America has been sluggish due to the recession in the automobile market, sales for friction materials applications in Europe have been firm, and sales for semiconductor applications in Japan have also been growing. In addition, sales of Quality of life products have continued to be strong overall.

In response to this situation, the company has decided to revise the consolidated financial forecasts for the year ending March 31, 2025. Revenue is stayed at 309,000 million yen, the same as the previously announced forecast. Business profit is revised to 30,500 million yen, an increase of 500 million yen from the previously announced forecast. On the other hand, Profit attributable to owners of parent is revised to 17,500 million yen, a decrease of 6,500 million yen from the previously announced forecast, because the company recorded an impairment loss of 4.2 billion yen in the North American phenol-related business in High-performance plastics during the period, 1.1 billion yen in expenses for the relocation and disposal of fixed assets related to the consolidation of bases to improve productivity in the same segment, and 1.5 billion yen for tax expenses related to a change in dividend policy from subsidiaries.

Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Millions of yen)

	March 31, 2024	December 31, 2024
<b>Assets</b>		
Current assets		
Cash and cash equivalents	121,635	124,331
Trade and other receivables	64,981	64,441
Other financial assets	1,445	2,452
Inventories	58,848	62,946
Other current assets	3,829	5,157
Total current assets	250,739	259,326
Non-current assets		
Property, plant and equipment	122,684	124,288
Right-of-use assets	7,628	7,559
Goodwill	1,504	1,520
Other intangible assets	2,577	2,296
Other financial assets	40,866	38,918
Retirement benefit asset	12,831	12,886
Deferred tax assets	2,151	2,372
Other non-current assets	182	632
Total non-current assets	190,423	190,469
Total assets	441,162	449,795

(Millions of yen)

	March 31, 2024	December 31, 2024
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Borrowings	33,050	22,850
Trade and other payables	54,893	56,109
Other financial liabilities	1,510	1,687
Income taxes payable	3,590	4,054
Provisions	181	779
Other current liabilities	1,033	1,642
<b>Total current liabilities</b>	<b>94,256</b>	<b>87,121</b>
<b>Non-current liabilities</b>		
Borrowings	15,476	13,962
Other financial liabilities	3,767	3,679
Retirement benefit liability	3,839	4,307
Provisions	1,337	1,495
Deferred tax liabilities	18,232	19,993
Other non-current liabilities	528	533
<b>Total non-current liabilities</b>	<b>43,178</b>	<b>43,970</b>
<b>Total liabilities</b>	<b>137,435</b>	<b>131,091</b>
<b>Equity</b>		
Share capital	37,143	37,143
Capital surplus	35,137	35,185
Treasury shares	( 1,020)	( 1,000)
Other components of equity	63,448	72,393
Retained earnings	166,454	172,009
<b>Total equity attributable to owners of parent</b>	<b>301,161</b>	<b>315,730</b>
Non-controlling interests	2,566	2,974
<b>Total equity</b>	<b>303,727</b>	<b>318,704</b>
<b>Total liabilities and equity</b>	<b>441,162</b>	<b>449,795</b>

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

(Millions of yen)

	Nine months ended December 31, 2023 (From April 1, 2023 to December 31, 2023)	Nine months ended December 31, 2024 (From April 1, 2024 to December 31, 2024)
Revenue	215,454	231,091
Cost of sales	( 151,453)	( 160,197)
Gross profit	64,000	70,894
Selling, general and administrative expenses	( 43,345)	( 46,982)
Business profit	20,656	23,912
Other income	180	729
Other expenses	( 295)	( 6,406)
Operating profit	20,540	18,234
Finance income	3,287	3,282
Finance costs	( 266)	( 277)
Profit before tax	23,561	21,240
Income tax expenses	( 5,466)	( 8,215)
Profit	18,095	13,024
Profit attributable to:		
Owners of parent	18,029	12,855
Non-controlling interests	66	169
Profit	18,095	13,024
Earnings per share		
Basic earnings per share (Yen)	192.78	138.02
Diluted earnings per share (Yen)	-	-

(Condensed quarterly consolidated statements of comprehensive income)

	Nine months ended December 31, 2023 (From April 1, 2023 to December 31, 2023)	Nine months ended December 31, 2024 (From April 1, 2024 to December 31, 2024)
Profit	18,095	13,024
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	4,741	1,040
Remeasurements of defined benefit plans	1	(4)
Total items that will not be reclassified to profit or loss	4,742	1,036
Items that may be reclassified to profit or loss		
Cash flow hedges	12	27
Exchange differences on translation of foreign operations	9,699	8,545
Total items that may be reclassified to profit or loss	9,711	8,572
Other comprehensive income, net of tax	14,453	9,609
Comprehensive income	32,548	22,633
Comprehensive income attributable to:		
Owners of parent	32,356	22,417
Non-controlling interests	192	216
Comprehensive income	32,548	22,633

(3) Condensed Quarterly Consolidated Statements of Changes in Equity  
For the nine months ended December 31, 2023 (From April 1, 2023 to December 31, 2023)

(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						
					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
Balance at beginning of current period	37,143	35,137	(6,799)	155,403	9,463	-	(41)	25,053	34,475	2,333	257,692
Profit	-	-	-	18,029	-	-	-	-	-	66	18,095
Other comprehensive income	-	-	-	-	4,741	1	12	9,573	14,327	126	14,453
Comprehensive income	-	-	-	18,029	4,741	1	12	9,573	14,327	192	32,548
Dividends from surplus	-	-	-	(6,553)	-	-	-	-	-	(80)	(6,633)
Purchase of treasury shares	-	(20)	(3,007)	-	-	-	-	-	-	-	(3,027)
Disposal of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Cancellation of treasury shares	-	(13)	8,757	(8,744)	-	-	-	-	-	-	-
Share-based payment transactions	-	32	36	-	-	-	-	-	-	-	68
Change in scope of consolidation	-	-	-	-	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	17	(16)	(1)	-	-	(17)	-	-
Total transactions with owners	-	(1)	5,787	(15,281)	(16)	(1)	-	-	(17)	(80)	(9,592)
Balance at end of current period	37,143	35,137	(1,013)	158,151	14,188	-	(29)	34,626	48,785	2,445	280,648

For the nine months ended December 31, 2024 (From April 1, 2024 to December 31, 2024)

(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						
					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
Balance at beginning of current period	37,143	35,137	(1,020)	166,454	18,403	-	(27)	45,072	63,448	2,566	303,727
Profit	-	-	-	12,855	-	-	-	-	-	169	13,024
Other comprehensive income	-	-	-	-	1,040	(3)	27	8,498	9,562	47	9,609
Comprehensive income	-	-	-	12,855	1,040	(3)	27	8,498	9,562	216	22,633
Dividends from surplus	-	-	-	(7,917)	-	-	-	-	-	(58)	(7,974)
Purchase of treasury shares	-	-	(6)	-	-	-	-	-	-	-	(6)
Disposal of treasury shares	-	0	0	-	-	-	-	-	-	-	0
Cancellation of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Share-based payment transactions	-	48	26	-	-	-	-	-	-	-	74
Change in scope of consolidation	-	-	-	-	-	-	-	-	-	250	250
Transfer from other components of equity to retained earnings	-	-	-	617	(620)	3	-	-	(617)	-	-
Total transactions with owners	-	49	20	(7,300)	(620)	3	-	-	(617)	193	(7,656)
Balance at end of current period	37,143	35,185	(1,000)	172,009	18,823	-	-	53,570	72,393	2,974	318,704



## (4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2023 (From April 1, 2023 to December 31, 2023)	Nine months ended December 31, 2024 (From April 1, 2024 to December 31, 2024)
<b>Cash flows from operating activities</b>		
Profit before tax	23,561	21,240
Depreciation and amortization	10,193	10,439
Impairment losses	-	4,439
Interest and dividend income	( 3,042)	( 3,282)
Interest expenses	266	227
Decrease (increase) in trade and other receivables	( 2,695)	48
Increase (decrease) in trade and other payables	( 2,151)	756
Decrease (increase) in inventories	3,476	( 924)
Others, net	( 318)	2,068
Subtotal	29,289	35,011
Interest received	1,973	2,304
Dividends received	898	944
Interest paid	( 264)	( 223)
Income taxes paid	( 4,951)	( 7,221)
Net cash provided by (used in) operating activities	26,945	30,816
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	( 16,553)	( 12,090)
Proceeds from sale of property, plant and equipment	60	304
Purchase of investment securities	( 27)	( 346)
Proceeds from sale of investment securities	31	804
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	( 1,802)
Proceeds from withdrawal of time deposits	1,086	-
Others, net	( 245)	( 427)
Net cash provided by (used in) investing activities	( 15,648)	( 13,556)
<b>Cash flows from financing activities</b>		
Increase (decrease) in short-term borrowings	( 222)	( 54)
Increase (decrease) in commercial papers	5,000	( 3,000)
Proceeds from long-term borrowings	1,964	464
Repayments of long-term borrowings	( 2,506)	( 7,225)
Repayments of lease liabilities	( 758)	( 893)
Purchase of treasury shares	( 3,027)	( 6)
Dividends paid	( 6,553)	( 7,917)
Dividends paid to non-controlling interests	( 80)	( 58)
Others, net	-	0
Net cash provided by (used in) financing activities	( 6,183)	( 18,688)
Effect of exchange rate changes on cash and cash equivalents	4,155	4,123
Net increase (decrease) in cash and cash equivalents	9,270	2,695
Cash and cash equivalents at beginning of period	99,620	121,635
Cash and cash equivalents at end of period	108,889	124,331

## 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 and pharmaceuticals, 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, 2023 (From April 1, 2023 to December 31, 2023)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	62,343	74,745	77,847	519	215,454	-	215,454
Intersegment	-	129	1	-	131	( 131)	-
Total revenue	62,343	74,874	77,848	519	215,584	( 131)	215,454
Segment profit (loss)	12,612	3,170	7,659	103	23,543	( 2,887)	20,656

(Note) "Segment profit (loss)" is "Business Profit" which is defined as "Revenue" less "Cost of sales" and "Selling, general and administrative expenses".

For the nine months ended December 31, 2024 (From April 1, 2024 to December 31, 2024)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	69,512	79,375	81,670	533	231,091	-	231,091
Intersegment	-	130	1	2	133	( 133)	-
Total revenue	69,512	79,505	81,671	535	231,223	( 133)	231,091
Segment profit (loss)	14,017	3,544	9,465	33	27,059	( 3,147)	23,912

(Note) "Segment profit (loss)" is "Business Profit" which is defined as "Revenue" less "Cost of sales" and "Selling, general and administrative expenses".

Reconciliation from "Segment profit (loss)" to "Profit before tax"

	For the nine months ended December 31, 2023 (From April 1, 2023 to December 31, 2023)	For the nine months ended December 31, 2024 (From April 1, 2024 to December 31, 2024)
Segment profit (loss)	20,656	23,912
Other income	180	729
Other expenses	( 295)	( 6,406)
Operating profit	20,540	18,234
Finance income	3,287	3,282
Finance costs	( 266)	( 277)
Profit before tax	23,561	21,240