

August 9, 2024

## **Consolidated Financial Results for the Three Months Ended June 30, 2024 (Q1 FY2024)**

Sumitomo Seika Chemicals Company, Limited.

Sumitomo Seika Chemicals Company, Limited. ("the Company") has announced its consolidated financial results for the three months ended June 30, 2024 as follows:

Net sales posted 36.896 billion yen, an 8.2% increase compared with the same period in the previous fiscal year;

Operating income was 2.911 billion yen, a 163.6% increase from the same period in the previous fiscal year;

Ordinary income recorded 3.553 billion yen, 179.5% higher than the same period in the previous fiscal year;

Net income attributable to owners of the parent came to 2.521 billion yen, a 246.8% increase from the same period in the previous fiscal year.

Net income per share was 189.61 yen and return on equity (ROE) was 2.6%.

The financial results by business segment for the three months were as stated below:

### Super Absorbent Polymers

Net sales increased by 10.2% over the previous fiscal year to 28.391 billion yen, and operating income grew by 104.9% to 2.111 billion yen. This was due chiefly to favorable impacts of changes in foreign exchange rates and increased sales volume in the Chinese market.

### Functional Materials

Net sales increased by 2.5% from the previous fiscal year to 8.442 billion yen, and operating income rose by 1,598.2% to 0.798 billion yen. This was attributable primarily to decreased prices of raw materials and fuel used and favorable impacts of changes in foreign exchange rates.

### Others

In addition to the above businesses, the Sumitomo Seika Group is engaged in contract manufacturing service and other businesses. In this segment, net sales decreased by 36.2% from the previous fiscal year to 0.062 billion yen with operating income of 0.001 billion yen.

### Consolidated financial forecast for the fiscal year ending March 31, 2025

With respect to the Company's fiscal 2024 full-year consolidated financial forecasts, there is no change to the figures announced on May 13, 2024.

## Consolidated Financial Results for the Three Months Ended June 30, 2024 (Q1 FY2024)

### 1. Consolidated Results

		3 months ended June 30		Y-o-y change	FY 2024 ending March 31, 2025
		FY 2023	FY 2024		
Net Sales	Billion ¥	34.100	<b>36.896</b>	(2.795)	147.000
Operating Income	Billion ¥	1.104	<b>2.911</b>	(1.806)	10.000
Ordinary Income	Billion ¥	1.271	<b>3.553</b>	(2.281)	10.000
Net Income Attributable to Owners of the Parent	Billion ¥	0.727	<b>2.521</b>	(1.794)	7.000
Net Income Per Share for the Term	¥	53.89	<b>189.61</b>	(135.72)	526.13
Shareholder Return on Equity for the Term	%	0.8	<b>2.6</b>	(1.8pt)	7.2
Debt / Equity Ratio	Times	0.17	<b>0.12</b>	(0.05)	-
Average Exchange Rate	¥/USD	137.37	<b>155.89</b>	-	145.00
Average Exchange Rate	¥/CNY	19.56	<b>21.48</b>	-	20.50
Naphtha Price	¥/KL	67,500	<b>79,000</b>	-	75,000

### 2. Net Sales and Operating Income by Business Segment

		3 months ended June 30		Y-o-y change	FY 2024 ending March 31, 2025
		FY 2023	FY 2024		
<b>Super Absorbent Polymers</b>					
Net Sales	Billion ¥	25.764	<b>28.391</b>	2.626	113.200
Operating Income	Billion ¥	1.030	<b>2.111</b>	1.080	7.500
<b>Functional Materials</b>					
Net Sales	Billion ¥	8.237	<b>8.442</b>	0.204	33.500
Operating Income	Billion ¥	0.047	<b>0.798</b>	0.751	2.450
<b>Others</b>					
Net Sales	Billion ¥	0.098	<b>0.062</b>	(0.035)	0.300
Operating Income	Billion ¥	0.027	<b>0.001</b>	(0.025)	0.050
<b>(Elimination) Offsetting</b>					
Net Sales	Billion ¥	-	-	-	-
Operating Income	Billion ¥	0.000	<b>0.000</b>	(0.000)	-
<b>Total</b>					
Net Sales	Billion ¥	34.100	<b>36.896</b>	2.795	147.000
Operating Income	Billion ¥	1.104	<b>2.911</b>	1.806	10.000

Cautionary Statement

The forward-looking statements such as the forecasts included in this document are based on information available at the time and estimates based on reasonable assumptions, and do not represent a commitment from Sumitomo Seika Group that they will be achieved. The actual results figures may differ from the forecasts due to various factors. If the forecasts come to be revised, the Company will disclose the revision without delay.