

[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, 2019	49,590,478	As of March 31, 2018	49,590,478
b) Number of treasury shares	As of March 31, 2019	2,530,175	As of March 31, 2018	2,526,719
c) Average number of outstanding shares during the period (excluding treasury shares)	April 2018 - March 2019	47,061,842	April 2017 - March 2018	47,065,760

(Note) As the share consolidation of each 5 shares of common shares into 1 share was exercised effective on October 1, 2018, number of outstanding shares, number of treasury shares, and average number of outstanding shares during the period are calculated on the assumption that the share consolidation had been exercised at the beginning of the fiscal year ended March 31, 2018.

(Reference) Standalone Business Results for the Year Ended March 31, 2019

(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 2018 - March 2019	90,971	0.9	4,161	(32.4)	4,764	(32.5)	3,550	(20.6)
April 2017 - March 2018	90,150	5.1	6,155	30.8	7,057	18.5	4,474	88.3

	Net income per share (basic)
	Yen
April 2018 - March 2019	75.44
April 2017 - March 2018	95.06

(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, 2019	204,725	129,566	63.3	2,753.21
As of March 31, 2018	203,162	130,442	63.6	2,771.61

(Reference) Equity March 31, 2019: 129,566 millions of yen, March 31, 2018: 130,442 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 assets per share is calculated with the assumption that the share consolidation had exercised at the beginning of the fiscal year ended March 31, 2018.

Since the fiscal year ended March 31, 2019, the presentation method in accordance with the "Partial Amendments to Accounting Standard for Tax Effect Accounting" (ASBJ. Statement No.28, February 16, 2018) has been changed. Thus, the standalone financial position for the fiscal year ended March 31, 2018 shows the amounts to which the Accounting Standard has been applied retroactively.

The "Summary of Consolidated Business Results" is not subject to audit 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.

(Application of International Financial Reporting Standards)

The Sumitomo Bakelite group has applied the 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, 2018	March 31, 2019
Assets		
Current assets		
Cash and cash equivalents	56,559	59,640
Trade and other receivables	48,643	47,858
Other financial assets	579	1,174
Inventories	30,943	34,825
Other current assets	2,630	3,274
Total current assets	139,355	146,771
Non-current assets		
Property, plant and equipment	94,760	95,488
Goodwill	4,809	2,557
Other intangible assets	1,580	1,489
Investments accounted for using equity method	412	8,829
Other financial assets	27,272	26,059
Retirement benefit asset	1,633	1,175
Deferred tax assets	860	1,085
Other non-current assets	1,566	1,444
Total non-current assets	132,893	138,126
Total assets	272,247	284,898

(Millions of yen)

	March 31, 2018	March 31, 2019
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	10,408	18,499
Trade and other payables	45,494	45,492
Other financial liabilities	33	60
Income taxes payable	2,478	1,739
Provisions	218	1,114
Other current liabilities	395	351
Total current liabilities	59,027	67,256
Non-current liabilities		
Borrowings	33,286	26,902
Other financial liabilities	246	102
Retirement benefit liability	2,906	2,774
Provisions	568	566
Deferred tax liabilities	5,686	6,433
Other non-current liabilities	267	230
Total non-current liabilities	42,958	37,006
Total liabilities	101,985	104,263
Equity		
Share capital	37,143	37,143
Capital surplus	35,358	35,359
Treasury shares	(6,758)	(6,775)
Other components of equity	7,171	6,692
Retained earnings	95,536	106,399
Total equity attributable to owners of parent	168,450	178,818
Non-controlling interests	1,812	1,816
Total equity	170,262	180,635
Total liabilities and equity	272,247	284,898

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

(Millions of yen)

	The year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)	The year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)
Revenue	211,819	212,952
Cost of sales	(145,961)	(149,273)
Gross profit	65,857	63,679
Selling, general and administrative expenses	(46,607)	(46,386)
Business profit	19,251	17,293
Other income	244	333
Other expenses	(896)	(4,040)
Operating profit	18,598	13,587
Finance income	1,080	1,304
Finance costs	(220)	(256)
Share of profit of investments accounted for using equity method	37	4,914
Profit before tax	19,495	19,548
Income tax expenses	(4,197)	(4,298)
Profit	15,298	15,251
Profit attributable to:		
Owners of parent	15,078	15,084
Non-controlling interests	220	167
Profit	15,298	15,251
Earnings per share		
Basic earnings per share (Yen)	320.36	320.51
Diluted earnings per share (Yen)	-	-

(Consolidated statements of comprehensive income)

	(Millions of yen)	
	The year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)	The year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)
Profit	15,298	15,251
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	1,640	(2,075)
Remeasurements of defined benefit plans	637	(341)
Share of other comprehensive income of investments accounted for using equity method	(12)	(1)
Total items that will not be reclassified to profit or loss	2,265	(2,416)
Items that may be reclassified to profit or loss		
Cash flow hedges	126	3
Exchange differences on translation of foreign operations	(658)	916
Share of other comprehensive income of investments accounted for using equity method	(15)	(34)
Total items that may be reclassified to profit or loss	(547)	885
Other comprehensive income, net of tax	1,718	(1,531)
Comprehensive income	17,016	13,719
Comprehensive income attributable to:		
Owners of parent	16,833	13,561
Non-controlling interests	183	158
Comprehensive income	17,016	13,719

(3) Consolidated Statements of Changes in Equity
For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(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	35,358	(6,742)	82,352	9,164	-	(368)	(2,685)	6,110	1,815	156,037
Profit	-	-	-	15,078	-	-	-	-	-	220	15,298
Other comprehensive income	-	-	-	-	1,640	625	126	(636)	1,755	(37)	1,718
Comprehensive income	-	-	-	15,078	1,640	625	126	(636)	1,755	183	17,016
Dividends from surplus	-	-	-	(2,589)	-	-	-	-	-	(187)	(2,775)
Purchase of treasury shares	-	-	(16)	-	-	-	-	-	-	-	(16)
Disposal of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	695	(70)	(625)	-	-	(695)	-	-
Total transactions with owners	-	-	(16)	(1,894)	(70)	(625)	-	-	(695)	(187)	(2,791)
Balance at end of current period	37,143	35,358	(6,758)	95,536	10,734	-	(242)	(3,321)	7,171	1,812	170,262

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						
					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	35,358	(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
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

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	The year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)	The year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)
Cash flows from operating activities		
Profit before tax	19,495	19,548
Depreciation and amortization	9,793	10,152
Impairment losses	101	2,305
Interest and dividend income	(1,001)	(1,304)
Interest expenses	220	235
Share of profit of investments accounted for using equity method	(37)	(4,914)
Decrease (increase) in trade and other receivables	(5,439)	962
Increase (decrease) in trade and other payables	3,129	(792)
Decrease (increase) in inventories	(2,075)	(3,712)
Others, net	301	449
Subtotal	24,487	22,929
Interest received	388	736
Dividends received	611	562
Interest paid	(220)	(234)
Income taxes paid	(3,211)	(3,801)
Net cash provided by (used in) operating activities	22,054	20,191
Cash flows from investing activities		
Purchase of property, plant and equipment	(10,618)	(10,755)
Proceeds from sale of property, plant and equipment	620	194
Purchase of investment securities	(658)	(1,244)
Proceed from sale of investment securities	273	645
Purchase of investments accounted for using equity method	-	(3,545)
Others, net	(1,363)	(911)
Net cash provided by (used in) investing activities	(11,745)	(15,616)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	(147)	140
Increase (decrease) in commercial papers	4,000	1,500
Repayment of long-term borrowings	(3,480)	(483)
Dividends paid	(2,589)	(3,177)
Dividends paid to non-controlling interests	(187)	(154)
Others, net	(50)	(50)
Net cash provided by (used in) financing activities	(2,453)	(2,224)
Effect of exchange rate changes on cash and cash equivalents	(795)	729
Net increase (decrease) in cash and cash equivalents	7,062	3,081
Cash and cash equivalents at beginning of period	49,498	56,559
Cash and cash equivalents at end of period	56,559	59,640

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, 2018 (From April 1, 2017 to March 31, 2018)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	51,659	92,583	66,879	698	211,819	-	211,819
Intersegment	-	152	0	-	152	(152)	-
Total revenue	51,659	92,735	66,879	698	211,971	(152)	211,819
Segment profit (Business profit)	9,549	7,589	5,110	215	22,464	(3,213)	19,251
Segment assets	71,438	109,668	69,208	2,022	252,335	19,912	272,247
Other items							
Depreciation and amortization	2,437	3,783	2,822	24	9,067	726	9,793
Impairment losses	-	101	-	-	101	-	101
Capital expenditures	2,078	5,504	2,966	89	10,636	388	11,024

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
Capital expenditures	3,034	5,095	2,948	15	11,092	253	11,346

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

	For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)	For the year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)
Segment profit	19,251	17,293
Other income	244	333
Other expenses	(896)	(4,040)
Operating profit	18,598	13,587
Finance income	1,080	1,304
Finance costs	(220)	(256)
Share of profit of investments accounted for using equity method	37	4,914
Profit before tax	19,495	19,548

(Related information)

Information about geographical areas

(Revenue)

For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
83,902	34,101	45,192	26,891	21,733	211,819

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

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.