

[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 September 30, 2024	93,757,956	As of March 31, 2024	93,757,956
As of September 30, 2024	613,658	As of March 31, 2024	628,456
April 2024 - September 2024	93,135,718	April 2023 - September 2023	93,688,918

b) Number of treasury shares

c) Average number of outstanding shares during the period

(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.

(Information on implementation status of quarterly review)

This "Summary of Consolidated Business Results" is not subject to quarterly review procedures by certified 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, 2024	September 30, 2024
Assets		
Current assets		
Cash and cash equivalents	121,635	113,353
Trade and other receivables	64,981	59,470
Other financial assets	1,445	1,718
Inventories	58,848	59,715
Other current assets	3,829	5,056
Total current assets	250,739	239,311
Non-current assets		
Property, plant and equipment	122,684	124,225
Right-of-use assets	7,628	7,153
Goodwill	1,504	1,469
Other intangible assets	2,577	2,345
Other financial assets	40,866	39,017
Retirement benefit asset	12,831	12,846
Deferred tax assets	2,151	2,149
Other non-current assets	182	359
Total non-current assets	190,423	189,565
Total assets	441,162	428,876

(Millions of yen)

	March 31, 2024	September 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	33,050	17,869
Trade and other payables	54,893	54,308
Other financial liabilities	1,510	1,421
Income taxes payable	3,590	4,544
Provisions	181	182
Other current liabilities	1,033	988
Total current liabilities	94,256	79,311
Non-current liabilities		
Borrowings	15,476	13,696
Other financial liabilities	3,767	3,631
Retirement benefit liability	3,839	4,166
Provisions	1,337	1,424
Deferred tax liabilities	18,232	18,903
Other non-current liabilities	528	541
Total non-current liabilities	43,178	42,362
Total liabilities	137,435	121,673
Equity		
Share capital	37,143	37,143
Capital surplus	35,137	35,185
Treasury shares	(1,020)	(999)
Other components of equity	63,448	57,002
Retained earnings	166,454	176,082
Total equity attributable to owners of parent	301,161	304,413
Non-controlling interests	2,566	2,790
Total equity	303,727	307,203
Total liabilities and equity	441,162	428,876

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

(Millions of yen)

	Six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)
Revenue	141,942	153,134
Cost of sales	(100,431)	(106,133)
Gross profit	41,511	47,001
Selling, general and administrative expenses	(28,716)	(31,177)
Business profit	12,795	15,824
Other income	38	554
Other expenses	(230)	(717)
Operating profit	12,604	15,661
Finance income	2,295	2,155
Finance costs	(180)	(500)
Profit before tax	14,718	17,316
Income tax expenses	(3,572)	(4,453)
Profit	11,146	12,863
Profit attributable to:		
Owners of parent	11,074	12,741
Non-controlling interests	73	122
Profit	11,146	12,863
Earnings per share		
Basic earnings per share (Yen)	118.20	136.80
Diluted earnings per share (Yen)	-	-

(Condensed quarterly consolidated statements of comprehensive income)

	Six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)
Profit	11,146	12,863
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	3,782	1,138
Remeasurements of defined benefit plans	2	(4)
Total items that will not be reclassified to profit or loss	3,784	1,134
Items that may be reclassified to profit or loss		
Cash flow hedges	6	27
Exchange differences on translation of foreign operations	16,345	(7,112)
Total items that may be reclassified to profit or loss	16,351	(7,085)
Other comprehensive income, net of tax	20,135	(5,950)
Comprehensive income	31,282	6,913
Comprehensive income attributable to:		
Owners of parent	31,053	6,907
Non-controlling interests	228	5
Comprehensive income	31,282	6,913

(3) Condensed Quarterly Consolidated Statements of Changes in Equity
For the six months ended September 30, 2023 (From April 1, 2023 to September 30, 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				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	35,137	(6,799)	155,403	9,463	-	(41)	25,053	34,475	2,333	257,692
Profit	-	-	-	11,074	-	-	-	-	-	73	11,146
Other comprehensive income	-	-	-	-	3,782	2	6	16,189	19,980	156	20,135
Comprehensive income	-	-	-	11,074	3,782	2	6	16,189	19,980	228	31,282
Dividends from surplus	-	-	-	(3,294)	-	-	-	-	-	(80)	(3,374)
Purchase of treasury shares	-	-	(3,004)	-	-	-	-	-	-	-	(3,004)
Disposal of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Share-based payment transactions	-	32	36	-	-	-	-	-	-	-	68
Change in scope of consolidation	-	-	-	-	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	18	(16)	(2)	-	-	(18)	-	-
Total transactions with owners	-	32	(2,968)	(3,276)	(16)	(2)	-	-	(18)	(80)	(6,310)
Balance at end of current period	37,143	35,170	(9,768)	163,200	13,230	-	(35)	41,242	54,436	2,482	282,663

For the six months ended September 30, 2024 (From April 1, 2024 to September 30, 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				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	35,137	(1,020)	166,454	18,403	-	(27)	45,072	63,448	2,566	303,727
Profit	-	-	-	12,741	-	-	-	-	-	122	12,863
Other comprehensive income	-	-	-	-	1,139	(3)	27	(6,996)	(5,834)	(117)	(5,950)
Comprehensive income	-	-	-	12,741	1,139	(3)	27	(6,996)	(5,834)	5	6,913
Dividends from surplus	-	-	-	(3,725)	-	-	-	-	-	(31)	(3,756)
Purchase of treasury shares	-	-	(5)	-	-	-	-	-	-	-	(5)
Disposal of treasury shares	-	0	0	-	-	-	-	-	-	-	0
Share-based payment transactions	-	48	26	-	-	-	-	-	-	-	74
Change in scope of consolidation	-	-	-	-	-	-	-	-	-	250	250
Transfer from other components of equity to retained earnings	-	-	-	613	(616)	3	-	-	(613)	-	-
Total transactions with owners	-	49	21	(3,113)	(616)	3	-	-	(613)	219	(3,437)
Balance at end of current period	37,143	35,185	(999)	176,082	18,925	-	-	38,076	57,002	2,790	307,203

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)
Cash flows from operating activities		
Profit before tax	14,718	17,316
Depreciation and amortization	6,730	6,902
Interest and dividend income	(1,891)	(2,155)
Interest expenses	180	147
Decrease (increase) in trade and other receivables	(1,503)	3,055
Increase (decrease) in trade and other payables	(99)	159
Decrease (increase) in inventories	2,154	(278)
Others, net	(116)	932
Subtotal	20,174	26,079
Interest received	1,214	1,552
Dividends received	566	584
Interest paid	(182)	(144)
Income taxes paid	(3,039)	(3,546)
Net cash provided by (used in) operating activities	18,733	24,526
Cash flows from investing activities		
Purchase of property, plant and equipment	(9,730)	(8,384)
Proceeds from sale of property, plant and equipment	45	27
Purchase of investment securities	(23)	(333)
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	1,075	-
Others, net	(339)	(56)
Net cash provided by (used in) investing activities	(8,941)	(9,745)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	(409)	(60)
Increase (decrease) in commercial papers	5,000	(8,000)
Proceeds from long-term borrowings	1,301	355
Repayments of long-term borrowings	(2,504)	(7,223)
Repayments of lease liabilities	(504)	(606)
Purchase of treasury shares	(3,004)	(5)
Dividends paid	(3,294)	(3,725)
Dividends paid to non-controlling interests	(80)	(31)
Others, net	-	0
Net cash provided by (used in) financing activities	(3,495)	(19,295)
Effect of exchange rate changes on cash and cash equivalents	7,654	(3,768)
Net increase (decrease) in cash and cash equivalents	13,951	(8,283)
Cash and cash equivalents at beginning of period	99,620	121,635
Cash and cash equivalents at end of period	113,571	113,353

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 six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	41,252	48,788	51,545	357	141,942	-	141,942
Intersegment	-	95	1	-	96	(96)	-
Total revenue	41,252	48,883	51,546	357	142,038	(96)	141,942
Segment profit (loss)	8,384	1,716	4,541	70	14,711	(1,916)	12,795

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

For the six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	46,130	53,408	53,233	362	153,134	-	153,134
Intersegment	-	70	1	1	71	(71)	-
Total revenue	46,130	53,478	53,233	363	153,205	(71)	153,134
Segment profit (loss)	9,398	2,541	6,017	32	17,988	(2,164)	15,824

(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 six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)	For the six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)
Segment profit (loss)	12,795	15,824
Other income	38	554
Other expenses	(230)	(717)
Operating profit	12,604	15,661
Finance income	2,295	2,155
Finance costs	(180)	(500)
Profit before tax	14,718	17,316