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Summary of Consolidated Business Results for the Year Ended March 31, 2025 [IFRS]

May 12, 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 ordinary general meeting of shareholders : June 24, 2025
Date of the start of dividend payment : June 25, 2025
Date of the submission of Annual Securities Report : June 20, 2025
Annual results supplementary documents : Yes
Annual 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 Year ended March 31, 2025

(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 - March 2025	304,773	6.1	30,837	12.3	24,792	(8.9)	28,614	(9.1)	19,281	(11.7)
April 2023 - March 2024	287,267	0.8	27,458	7.9	27,200	9.6	31,489	17.8	21,831	7.6

	Basic earnings per share		Profit to equity attributable to owners of parent ratio		Profit before tax to total assets ratio		Business profit to revenue ratio	
	Yen	%	Yen	%	Yen	%	Yen	%
April 2024 - March 2025	208.91	6.5			6.7		10.1	
April 2023 - March 2024	233.66	7.8			7.7		9.6	

(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	Total equity attributable to owners of parent	Ratio of equity attributable to owners of parent	Equity attributable to owners of parent per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	417,778	293,568	290,672	69.6	3,316.83
As of March 31, 2024	441,162	303,727	301,161	68.3	3,233.79

(Note) A two-for-one common stock split was issued on April 1, 2024. Equity attributable to owners of parent per share is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
April 2024 - March 2025	43,711	(15,601)	(44,879)	103,533
April 2023 - March 2024	40,217	(21,118)	(6,276)	121,635

2. Dividends

	Dividend per share					Total dividend paid	Dividend payout ratio (consolidated)	Dividend on equity attributable to owners of parent (consolidated)
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
April 2023 - March 2024	-	70.00	-	80.00	150.00	6,985	32.1	2.5
April 2024 - March 2025	-	45.00	-	50.00	95.00	8,573	45.5	2.9
April 2025 - March 2026 (Forecast)	-	50.00	-	55.00	105.00		39.2	

(Note) 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 breakdown of the year-end dividend for the fiscal year ending March 31, 2025 : Ordinary dividend 45.00 yen, Commemorative dividend 5.00 yen.

3. Consolidated Financial Forecasts for the Year Ending March 31, 2026

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

	Revenue		Business profit		Operating profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
April 2025 - March 2026	310,000	1.7	32,500	5.4	31,000	25.0	23,500	21.9	268.16

[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)
- b) Number of treasury shares
- c) Average number of outstanding shares during the period (excluding treasury shares)

As of March 31, 2025	93,757,956	As of March 31, 2024	93,757,956
As of March 31, 2025	6,122,450	As of March 31, 2024	628,456
April 2024 - March 2025	92,292,093	April 2023 - March 2024	93,431,343

(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.

(Reference) Standalone Business Results for the Year Ended March 31, 2025

(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 2024 - March 2025	106,798	7.0	9,106	(31.6)	34,804	13.3	32,910	22.1
April 2023 - March 2024	99,834	0.2	13,305	71.8	30,709	91.9	26,956	83.6

	Net income per share (basic)
	Yen
April 2024 - March 2025	356.59
April 2023 - March 2024	288.51

(Note) A two-for-one common stock split was issued on April 1, 2024. Net income per share (basic) is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(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, 2025	242,834	155,925	64.2	1,779.25
As of March 31, 2024	254,659	152,531	59.9	1,637.84

(Reference) Equity March 31, 2025: 155,925 millions of yen, March 31, 2024: 152,531 millions of yen

(Note) Standalone financial figures were prepared in accordance with accounting standards generally accepted in Japan.

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

"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 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.

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1. Summary of Operating Results for Fiscal Year 2024

(1) Operating Results

Our group's Revenue increased 6.1% year on year to ¥304,773 million mainly due to a recovery trend in overseas demand for semiconductors and automotive machinery components and the depreciation of the yen. Business profit increased 12.3% to ¥30,837 million as a result of improving its profit structure by improving production efficiency, shifting to high-value-added products, and revising sales prices, despite an increase in personnel costs due to increase in wages, etc. Operating profit decreased 8.9% to ¥24,792 million as an impairment loss of ¥4.2 billion was recorded in the North America in High-performance plastics segment, and ¥1.1 billion was recorded for expenses related to the relocation and disposal of fixed assets related to the consolidation of bases in Japan and China to improve productivity in the same segment. Profit attributable to owners of parent decreased 11.7% to ¥19,281 million.

The financial results by business segment for FY2024 are as follows:

1. Semiconductor materials

[Revenue ¥91,336 million (up 10.2% year over year), Business profit ¥17,988 million (up 11.5% year over year)]

In Epoxy resin molding compounds for encapsulation of semiconductor devices, Revenue increased due to robust demand for semiconductors in China, increased sales for electric vehicle powertrain applications, and increased demand for AI-related applications.

In Positive-type photosensitive coating resins for semiconductor wafers, Revenue increased as demand for memory applications began to recover and new applications for power semiconductors and other non-memory applications advanced.

In Pastes for die bonding, Revenue increased due to new sales expansion in China, while sales for information and communications equipment and automotive semiconductors in Taiwan and Southeast Asia were sluggish.

Revenue of the "LxZ®" series of semiconductor package substrate materials increased due to growth in sales for mobile devices.

2. High-performance plastics

[Revenue ¥105,463 million (up 4.0% year over year), Business profit ¥5,256 million (down 0.9% year over year)]

In Phenolic resins for industrial use, sales of friction materials in Europe were strong, and sales of semiconductor applications in Japan grew.

In Phenolic molding compounds, Revenue increased due to solid sales of Molded parts and electronic components in China and the Asian region, despite weak demand for automotive applications in North America.

Revenue of copper-clad laminates decreased due to sluggish demand for automotive and air-conditioning applications.

In Aerospace interior components, Revenue increased due to continued recovery in global aviation demand and strong sales in Europe, despite a decrease in demand due to strikes in the U.S. customer.

3. Quality of life products

[Revenue ¥107,203 million (up 4.9% year over year), Business profit ¥11,782 million (up 21.2% year over year)]

In Medical devices, Revenue increased due to strong sales of steering micro catheter and blood container bags in Asia.

In Biotechnology-related products, sales of diagnostics for the domestic market decreased, but overseas sales of plastic labwares of diagnostic supporting increased, Revenue remained unchanged.

In Polyvinyl chloride sheets and multilayered films, demand for food packaging applications remained firm, mainly for cut vegetables. In pharmaceutical packaging applications, Revenue remained strong on the back of expanding inventory of generic drugs. In industrial applications, Revenue increased due to an increase in semiconductor demand in China and sales growth in the ASEAN region.

In Polycarbonate resin plates and Polyvinyl chloride plates, Revenue increased due to growth in demand for optical products for automotive applications, and in building materials applications, demand for replacement due to hail damage and sales of road properties were firm.

In Waterproofing products, Revenue decreased due to a decline in demand for mass-produced housing due to a decrease in the number of housing starts.

(Reference) Standalone Financial Results

As for standalone financial results, while sales of High-performance plastics products were sluggish, sales in Semiconductor materials and Quality of life products increased, supported by the depreciation of the yen, and Net sales increased 7.0% year on year to ¥106,798 million. In Operating income, sales were firm due to an increase in sales of Semiconductor materials. However, in the previous fiscal year, due to a large increase in retirement pension assets due to the rise in the Nikkei Stock Average and other factors, an adjustment in the profit direction of actuarial differences was recorded, resulting in a decrease of 31.6% year on year to ¥9,106 million. Ordinary income increased 13.3% year on year to ¥34,804 million due to an increase in dividends received from affiliated companies, and Net income increased 22.1% year on year to 32,910 million.

(2) Consolidated Financial Position

1. Assets

Total assets decreased ¥23,384 million from the end of the previous fiscal year to ¥417,778 million. The main changes were decreases in Cash and cash equivalents, Retirement benefit asset, and Trade and other receivables.

2. Liabilities

Total liabilities decreased ¥13,225 million from the end of the previous fiscal year to ¥124,210 million. The main decrease was due to the Repayments of borrowings and Redemption of commercial paper.

3. Equity

Total equity decreased ¥10,159 million from the end of the previous fiscal year to ¥293,568 million. The main increase was due to Profit and decrease was due to the Purchase of treasury shares and Dividends paid.

(3) Consolidated Cash Flows

Cash and cash equivalents (hereinafter referred to as Cash) at the end of the fiscal year under review decreased ¥18,102 million from the end of the previous fiscal year to ¥103,533 million.

1. Cash flows from operating activities

Cash provided by operating activities was ¥43,711 million.

This was mainly a result of Profit before tax and Depreciation and amortization, and Income taxes paid. Compared with the previous fiscal year, income increased by ¥3,494 million.

2. Cash flows from investing activities

Cash used in investing activities was ¥15,601 million.

This was mainly a result of Purchase of property, plant and equipment. Expenditures decreased ¥5,517 million from the previous fiscal year.

3. Cash flows from financing activities

Cash used in financing activities was ¥44,879 million.

This was mainly a result of Purchases of treasury shares, Redemption of commercial paper and Dividends paid. Net cash used in financing activities increased ¥38,603 million from the previous fiscal year.

(Reference) Cash Flow Related Indicators

	As of March 31, 2021	As of March 31, 2022	As of March 31, 2023	As of March 31, 2024	As of March 31, 2025
Ratio of equity attributable to owners of parent (%)	57.9	62.0	67.5	68.3	69.6
Ratio of equity attributable to owners of parent on a market value basis (%)	61.6	63.3	64.2	97.7	69.9
Cash flows to interest-bearing debt ratio (%)	280.1	226.6	205.5	133.5	81.1
Interest-coverage ratio (times)	75.7	93.0	71.1	124.1	131.6

Note:

Ratio of equity attributable to owners of parent: $\text{Equity attributable to owners of parent} / \text{Total assets}$

Ratio of equity attributable to owners of parent on a market value basis: $\text{Market capitalization} / \text{Total assets}$

Cash flows to interest-bearing debt ratio: $\text{Interest-bearing debt} / \text{Cash flows}$

Interest coverage ratio: $\text{Cash flows} / \text{Interest payment}$

- * All indicators have been calculated using consolidated financial figures.
- * Market capitalization is calculated as the share price at the end of the fiscal year multiplied by the number of shares outstanding (excluding treasury shares) at the end of the fiscal year.
- * Cash flow figures reflect the cash flows from operating activities included in the consolidated statements of cash flows.
- * Interest-bearing debt reflects debts subject to interest payments recorded on the consolidated statements of financial position. In addition, interest payments refer to interest payments recorded on the consolidated statements of cash flows.

(4) Outlook for Fiscal Year 2025

With regard to future economic trends, there are concerns about a slowdown in the economy due to the impact of the tariff policies of the Trump administration in the United States, including sluggish business fixed investment and personal consumption. The global economic outlook is becoming more uncertain than ever, and we believe that this will have a considerable impact on our company's business environment.

Our company predicts that semiconductor-related demand will continue to grow significantly over the medium to long term due to the growth of power device and AI-related markets.

We will continue to pay close attention to changes in the business environment and proactively take the necessary measures to secure profits, thereby striving to achieve the Mid-term management plan set out in 2024.

Based on the above, the Company forecasts consolidated financial results for the fiscal year ending March 2026 (April 1, 2025, to March 31, 2026) to be ¥310,000 million in Revenue, ¥32,500 million in Business profit, ¥31,000 million in Operating profit, and ¥23,500 million in Profit attributable to owners of parent.

(5) Profit and Dividend Distribution Policy and Dividends for Fiscal Year 2024 and 2025

Our company considers it important to return profits to shareholders while actively working to continuously improve corporate value. In the fiscal year ended March 2025, in addition to stable and continuous dividend payments, the Company purchased ¥20,000 million of treasury shares based on the cash position to optimize the balance sheet and enhance shareholder returns.

Going forward, we will continue to provide stable and continuous shareholder returns based on comprehensive judgment, taking into account the balance of demand for funds, the status of investment, and future plans.

Our company also celebrated its 70th anniversary on March 1, 2025. To express our gratitude to our shareholders, we have decided to pay a commemorative dividend of 5 yen per share for the year-end dividend for the fiscal year ended March 2025. As a result, the year-end dividend for the fiscal year ended March 2025 will be 50 yen per share, which is an ordinary dividend of 45 yen plus a commemorative dividend of 5 yen. The annual dividend will be 95 yen per share, including the year-end dividend for the second quarter of last year.

For the fiscal year ending March 2026, we plan to pay the second quarter-end dividends of 50 yen and the year-end dividend of 55 yen for a total of 105 yen for the year.

2. Basic Rationale for Selection of Accounting Standards

The Group has been applying International Financial Reporting Standards (IFRS) since FY2017 ended March 31, 2018, for the purpose of improving comparability of financial information in the global capital market and enhancing business management within the Group by standardizing the accounting treatment used.

Consolidated Financial Statements

(1) Consolidated Statements of Financial Position

(Millions of yen)

	March 31, 2024	March 31, 2025
Assets		
Current assets		
Cash and cash equivalents	121,635	103,533
Trade and other receivables	64,981	59,722
Other financial assets	1,445	2,050
Inventories	58,848	62,231
Other current assets	3,829	4,319
Total current assets	250,739	231,856
Non-current assets		
Property, plant and equipment	122,684	122,951
Right-of-use assets	7,628	7,056
Goodwill	1,504	1,494
Other intangible assets	2,577	2,162
Other financial assets	40,866	42,173
Retirement benefit asset	12,831	6,684
Deferred tax assets	2,151	2,437
Other non-current assets	182	966
Total non-current assets	190,423	185,922
Total assets	441,162	417,778

(Millions of yen)

	March 31, 2024	March 31, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	33,050	17,407
Trade and other payables	54,893	56,669
Other financial liabilities	1,510	1,427
Income taxes payable	3,590	4,875
Provisions	181	783
Other current liabilities	1,033	1,460
Total current liabilities	94,256	82,621
Non-current liabilities		
Borrowings	15,476	13,273
Other financial liabilities	3,767	3,397
Retirement benefit liability	3,839	4,073
Provisions	1,337	1,455
Deferred tax liabilities	18,232	18,846
Other non-current liabilities	528	545
Total non-current liabilities	43,178	41,589
Total liabilities	137,435	124,210
Equity		
Share capital	37,143	37,143
Capital surplus	35,137	35,178
Treasury shares	(1,020)	(21,002)
Other components of equity	63,448	59,948
Retained earnings	166,454	179,404
Total equity attributable to owners of parent	301,161	290,672
Non-controlling interests	2,566	2,896
Total equity	303,727	293,568
Total liabilities and equity	441,162	417,778

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

	(Millions of yen)	
	The Year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)	The Year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)
Revenue	287,267	304,773
Cost of sales	(201,557)	(211,223)
Gross profit	85,710	93,550
Selling, general and administrative expenses	(58,252)	(62,713)
Business profit	27,458	30,837
Other income	263	764
Other expenses	(521)	(6,809)
Operating profit	27,200	24,792
Finance income	4,611	4,154
Finance costs	(322)	(333)
Profit before tax	31,489	28,614
Income tax expenses	(9,549)	(9,082)
Profit	21,940	19,531
Profit attributable to:		
Owners of parent	21,831	19,281
Non-controlling interests	109	251
Profit	21,940	19,531
Earnings per share		
Basic earnings per share (Yen)	233.66	208.91
Diluted earnings per share (Yen)	-	-

(Consolidated statements of comprehensive income)

	The Year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)	The Year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)
Profit	21,940	19,531
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	9,009	(481)
Remeasurements of defined benefit plans	4,448	590
Total items that will not be reclassified to profit or loss	13,457	109
Items that may be reclassified to profit or loss		
Cash flow hedges	14	27
Exchange differences on translation of foreign operations	20,223	(2,162)
Total items that may be reclassified to profit or loss	20,238	(2,135)
Other comprehensive income, net of tax	33,695	(2,026)
Comprehensive income	55,635	17,506
Comprehensive income attributable to:		
Owners of parent	55,322	17,367
Non-controlling interests	313	138
Comprehensive income	55,635	17,506

(3) Consolidated Statements of Changes in Equity
For the year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)

(Millions of yen)

	Total equity attributable to owners of parent								Non-controlling interests	Total equity	
	Other components of equity										
	Share capital	Capital surplus	Treasury shares	Retained earnings	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	-	-	-	21,831	-	-	-	-	-	109	21,940
Other comprehensive income	-	-	-	-	9,009	4,448	14	20,019	33,490	204	33,695
Comprehensive income	-	-	-	21,831	9,009	4,448	14	20,019	33,490	313	55,635
Dividends from surplus	-	-	-	(6,553)	-	-	-	-	-	(80)	(6,633)
Purchase of treasury shares	-	(20)	(3,014)	-	-	-	-	-	-	-	(3,034)
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	-	-	-	4,517	(69)	(4,448)	-	-	(4,517)	-	-
Total transactions with owners	-	(1)	5,779	(10,780)	(69)	(4,448)	-	-	(4,517)	(80)	(9,599)
Balance at end of current period	37,143	35,137	(1,020)	166,454	18,403	-	(27)	45,072	63,448	2,566	303,727

For the year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)

(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	-	-	-	19,281	-	-	-	-	-	251	19,531
Other comprehensive income	-	-	-	-	(481)	591	27	(2,050)	(1,913)	(113)	(2,026)
Comprehensive income	-	-	-	19,281	(481)	591	27	(2,050)	(1,913)	138	17,506
Dividends from surplus	-	-	-	(7,917)	-	-	-	-	-	(58)	(7,974)
Purchase of treasury shares	-	(7)	(20,008)	-	-	-	-	-	-	-	(20,015)
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	-	-	-	1,587	(996)	(591)	-	-	(1,587)	-	-
Total transactions with owners	-	42	(19,982)	(6,330)	(996)	(591)	-	-	(1,587)	192	(27,664)
Balance at end of current period	37,143	35,178	(21,002)	179,404	16,926	-	-	43,022	59,948	2,896	293,568

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	The Year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)	The Year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)
Cash flows from operating activities		
Profit before tax	31,489	28,614
Depreciation and amortization	13,640	13,968
Impairment losses	-	4,428
Interest and dividend income	(3,916)	(4,024)
Interest expenses	322	333
Decrease (increase) in trade and other receivables	(1,200)	3,460
Increase (decrease) in trade and other payables	524	1,146
Decrease (increase) in inventories	2,500	(1,963)
Others, net	(400)	2,060
Subtotal	42,959	48,021
Interest received	2,954	3,040
Dividends received	978	1,023
Interest paid	(324)	(332)
Income taxes paid	(6,350)	(8,040)
Net cash provided by (used in) operating activities	40,217	43,711
Cash flows from investing activities		
Purchase of property, plant and equipment	(21,947)	(15,646)
Proceeds from sale of property, plant and equipment	111	348
Purchase of investment securities	(45)	(357)
Proceeds from sale of investment securities	124	2,551
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(1,802)
Proceeds from withdrawal of time deposits	1,098	-
Others, net	(460)	(695)
Net cash provided by (used in) investing activities	(21,118)	(15,601)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	(414)	(64)
Increase (decrease) in commercial papers	5,000	(9,000)
Proceeds from long-term borrowings	2,388	550
Repayments of long-term borrowings	(2,508)	(7,227)
Repayments of lease liabilities	(1,074)	(1,146)
Purchase of treasury shares	(3,034)	(20,018)
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	(6,276)	(44,879)
Effect of exchange rate changes on cash and cash equivalents	9,193	(1,334)
Net increase (decrease) in cash and cash equivalents	22,016	(18,102)
Cash and cash equivalents at beginning of period	99,620	121,635
Cash and cash equivalents at end of period	121,635	103,533

(5) Notes to Consolidated Financial Statements

Going Concern Assumption

Not applicable.

Significant Accounting Policies

The Group applies the same significant accounting policies that were applied to the Consolidated Financial Statements of the previous fiscal year.

Segment Information

1. Reportable Segments

The reportable segments of the Group refer to business units for which separate financial information is available and that are reviewed regularly at the Board of Directors meeting in order to determine the allocation of management resources and evaluate the business performance of each business unit.

The Group divides its operations into business sectors identified by products and services, which manage manufacturing, sales, and research in an integrated manner. Each business sector is responsible for developing comprehensive domestic and overseas strategies with respect to its products and services, and operates its business activities.

Accordingly, the Group has three reportable segments based on its products and services in accordance with its business sectors, including "Semiconductor materials", "High-performance plastics", and "Quality of life products".

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

2. Reportable Segment Information

For the year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)

(Millions of yen)

	Reportable segments			Others (Note 2)	Total	Adjustment (Note 3)	Consolidated
	Semiconductor materials	High- performance plastics	Quality of life products				
Revenue							
External customers	82,917	101,401	102,186	763	287,267	-	287,267
Intersegment	-	173	2	-	175	(175)	-
Total revenue	82,917	101,574	102,188	763	287,442	(175)	287,267
Segment profit (loss) (Business profit) (Note 1)	16,139	5,302	9,723	176	31,340	(3,882)	27,458
Segment assets	141,167	141,733	126,650	1,286	410,836	30,326	441,162
Other items							
Depreciation and amortization (Note 4)	3,288	5,090	4,614	39	13,030	610	13,640
Impairment losses	-	-	-	-	-	-	-
Capital expenditures (Note 4)	9,576	7,929	4,532	119	22,155	825	22,980

(Note)

- "Segment profit (loss)" is "Business Profit" which is defined as "Revenue" less "Cost of sales" and "Selling, general and administrative expenses".
- "Others" includes entrusted research and testing, land leasing, and other activities.
- Amounts in "Adjustment" are as follows:
 - ¥(3,882) million for segment profit (loss) in "Adjustment" includes inter-segment elimination of ¥5 million and corporate expenses of ¥(3,887) million unallocated to each reportable segment. Corporate expenses are mainly research and development expenses for basic research, which are not attributed to reportable segments.
 - ¥30,326 million for Segment assets in "Adjustment" includes inter-segment elimination of ¥172 million and corporate assets of ¥30,154 million unallocated to each reportable segment. Corporate assets are mainly consists of investment securities, and the assets related to basic research and management department.
 - ¥825 million for Capital expenditures in "Adjustments" is mainly contributed by basic research and management department.
- Depreciation and amortization, and Capital expenditures include amounts related to right-of-use assets.

For the year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segments			Others (Note 2)	Total	Adjustment (Note 3)	Consolidated
	Semiconductor materials	High- performance plastics	Quality of life products				
Revenue							
External customers	91,336	105,463	107,203	771	304,773	-	304,773
Intersegment	-	178	13	2	193	(193)	-
Total revenue	91,336	105,641	107,216	773	304,966	(193)	304,773
Segment profit (loss) (Business profit) (Note 1)	17,988	5,256	11,782	67	35,093	(4,256)	30,837
Segment assets	134,913	127,987	115,969	1,350	380,219	37,559	417,778
Other items							
Depreciation and amortization (Note 4)	3,558	5,208	4,701	60	13,527	441	13,968
Impairment losses	-	4,211	1	-	4,212	217	4,428
Capital expenditures (Note 4)	5,308	6,688	5,083	155	17,233	411	17,644

(Note)

- "Segment profit (loss)" is "Business Profit" which is defined as "Revenue" less "Cost of sales" and "Selling, general and administrative expenses".
- "Others" includes entrusted research and testing, land leasing, and other activities.
- Amounts in "Adjustment" are as follows:
 - ¥(4,256) million for segment profit (loss) in "Adjustment" includes inter-segment elimination of ¥(14) million and corporate expenses of ¥(4,243) million unallocated to each reportable segment. Corporate expenses are mainly research and development expenses for basic research, which are not attributed to reportable segments.
 - ¥37,559 million for Segment assets in "Adjustment" includes inter-segment elimination of ¥(144) million and corporate assets of ¥37,703 million unallocated to each reportable segment. Corporate assets are mainly consists of investment securities, and the assets related to basic research and management department.
 - ¥217 million for Impairment Losses in "Adjustments" is mainly impairment loss within the management department of the Company.
 - ¥411 million for Capital expenditures in "Adjustments" is mainly contributed by basic research and management department.
- Depreciation and amortization, and capital expenditures include amounts related to right-of-use assets.

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

	For the year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)	For the year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)
Segment profit (loss)	27,458	30,837
Other income	263	764
Other expenses	(521)	(6,809)
Operating profit	27,200	24,792
Finance income	4,611	4,154
Finance costs	(322)	(333)
Profit before tax	31,489	28,614

(Related information)

Information about geographical areas

(Revenue)

For the year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
109,515	53,889	60,558	34,111	29,194	287,267

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

For the year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
110,706	62,290	63,897	35,466	32,414	304,773

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

Earnings per Share

Basic earnings per share

	For the year ended March 31, 2024 (From April 1, 2023 to March 31, 2024)	For the year ended March 31, 2025 (From April 1, 2024 to March 31, 2025)
Profit attributable to owners of parent (Millions of yen)	21,831	19,281
Average number of outstanding shares during the period (thousands of shares)	93,431	92,292
Basic earnings per share (Yen)	233.66	208.91

(Note)

1. Diluted earnings per share are not stated since there were no potential dilutive securities.
2. A two-for-one common stock split was issued on April 1, 2024. Average number of outstanding shares during the period and Basic earnings per share are calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

Significant Subsequent Events

Not applicable.