

November 1, 2019

Company name: Sumitomo Bakelite Co., Ltd.
 Representative: Kazuhiko Fujiwara, President
 (Securities Code: 4203)
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Notice of Revision of Financial Forecast

Sumitomo Bakelite Co., Ltd. (hereinafter, referred to as "the Company") has revised its consolidated financial forecast for the fiscal year ending March 31, 2020, which was announced on May 13, 2019.

1. Revised Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2020 (April 1, 2019 to March 31, 2020)

	Revenue (Millions of yen)	Business profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Basic earnings per share (Yen)
Previous forecast (A)	220,000	20,000	15,100	320.86
Revised forecast (B)	205,000	16,000	12,300	261.37
Amount of change (B-A)	(15,000)	(4,000)	(2,800)	
Rate of change (%)	(6.8)	(20.0)	(18.5)	
(Reference) Actual results for the fiscal year ended March 31, 2019	212,952	17,293	15,084	320.51

[Notes]

- "Business profit" is calculated by deducting "Cost of sales" and "Selling, general and administrative expenses" from "Revenue."
- As the share consolidation of each 5 shares of common shares into 1 share was exercised effective on October 1, 2018, basic earnings per share is calculated on the assumption that the share consolidation had been exercised on April 1, 2018.

2. Reason for the Revision

Although revenue in Quality of life products has been growing steadily, sales volume in Semiconductor materials and High-performance plastics products has decreased since initially expected due to global economic slowdown of semiconductor market, slowdown of the auto-related market mainly in China, and decrease in export of Chinese products to US along with deterioration of the US-China trade friction. Under these conditions, the Company expects revenue to be 104,900 million yen, business profit to be 8,400 million yen, and profit attributable to owners of parent to be 7,200 million yen for the six months ended September 30, 2019 (from April 1, 2019 to September 30, 2019).

Revenue and profits are prospected to be lower than previously assumed due to the expected slowdown of our business environment to continue for the second half of the fiscal year, though the Company will continuously strengthen profitability by cost reduction in the whole company, prompt contribution of new products, and realization of new customer development.

END

[Note]

The forecasts stated in this notice are based on information which is currently available to the Company 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.