

[Tentative Translation]

November 9, 2020

To whom it may concern:

Company name: Sumitomo Bakelite Co., Ltd.  
Representative: Kazuhiko Fujiwara, President  
(Securities Code: 4203)

Contact person: Katsuhisa Shiramoto  
Manager of Corporate Communications Dept.,  
Corporate General Affairs Div.

### **Notice of Extraordinary Loss in Standalone Financial Statements**

Sumitomo Bakelite Co., Ltd. (hereinafter, referred to as "the Company") announced that it has recognised extraordinary loss in the standalone financial statements (Japanese GAAP) for the 2nd quarter of the fiscal year ending March 31, 2021, which was derived from loss on valuation of securities of affiliates.

#### **1. Outline of Extraordinary Loss**

The Company has recognised 20,030 million yen of loss on valuation of securities of affiliates as extraordinary loss, as the value of the securities of one of the consolidated subsidiaries, Sumitomo Bakelite North America Holding, Inc., has declined.

#### **2. Outlook for the fiscal year ending March 31, 2021**

The above loss on valuation of securities of affiliates has been recognised only in the standalone financial statements and is eliminated in the consolidated financial statements. Therefore, there is no impact on the consolidated financial results.

Additionally, there is no revision on the dividend forecasts for the fiscal year ending March 31, 2021 disclosed on July 27, 2020, showing that the forecasts for both 2nd-quarter and year-end dividends are to be 30.00 yen respectively.

END