

## Sumitomo Chemical Announces Revisions to its Financial Forecast and Projected Dividend for the Full-Year Ending March 31, 2022

Based on recent performance trends, Sumitomo Chemical has made revisions to its consolidated financial forecast for the full-year ending March 31, 2022 and the projected dividend, previously announced on May 13, 2021, as detailed below.

### 1. Revisions to Consolidated Financial Forecast for the Full-Year Ending March 31, 2022

(Millions of yen)

	Sales revenue	Core operating income *	Operating income	Net income attributable to owners of the parent	Earnings per share (yen)
Previous forecast (A)	2,610,000	200,000	180,000	100,000	61.16
Revised forecast (B)	2,710,000	245,000	225,000	140,000	85.63
Variance in amount (B-A)	100,000	45,000	45,000	40,000	
Variance in percentage (%)	3.8	22.5	25.0	40.0	
Previous year results (Fiscal 2020)	2,286,978	147,615	137,115	46,043	28.16

\* "Core Operating Income" excludes gains and losses from non-recurring factors from operating income.

#### (Reasons for the Revision)

Sales revenue and core operating income are expected to exceed the previously announced forecast mainly because the margins of products in the Petrochemical & Plastics Sector have improved due to higher market prices, and shipments of products in the IT-related Chemicals Sector have been solid in the first-half of this fiscal year.

Operating income and net income attributable to owners of the parent are both also expected to exceed the previous forecast according to an increase of core operating income.

## 2. Revision to the Projected Dividend

	Dividend per share		
	Interim	Fiscal year-end	Annual
Previous forecast		¥10.00	¥20.00
Revised forecast		¥14.00	¥24.00
Actual result	¥10.00		
Previous year results (Fiscal 2020)	¥6.00	¥9.00	¥15.00

### (Reasons for the Revision)

Sumitomo Chemical places a high priority on shareholder return and makes it a policy to maintain stable dividend payments, while giving due consideration to its business performance and a dividend payout ratio for each fiscal year and the amount of retained earnings necessary for future growth.

Because of the upward revisions as stated above, Sumitomo Chemical decided to revise the projected year-end dividend to ¥14 per share. As a result, Sumitomo Chemical's annual dividend will be ¥24 per share.

### Cautionary Statement

Statements made in this document with respect to Sumitomo Chemical's current plans, estimates, strategies and beliefs that are not historical facts are forward looking statements about the future performance of Sumitomo Chemical. These statements are based on management's assumptions and beliefs in light of the information currently available to it, and involve risks and uncertainties.

The important factors that could cause actual results to differ materially from those discussed in the forward looking statements include, but are not limited to, general economic conditions in Sumitomo Chemical's markets; demand for, and competitive pricing pressure on, Sumitomo Chemical's products in the marketplace; Sumitomo Chemical's ability to continue to win acceptance for its products in these highly competitive markets; and movements of currency exchange rates.

Information:

Financial Forecast by Segment for the Full-Year Ending March 31, 2022

(Millions of yen)

		Fiscal 2021 Previous Forecast (A)	Fiscal 2021 Revised Forecast (B)	Variance in Amount (B-A)
Petrochemicals & Plastics	Sales revenue	760,000	810,000	50,000
	Core operating income	36,000	64,000	28,000
Energy & Functional Materials	Sales revenue	280,000	305,000	25,000
	Core operating income	19,000	23,000	4,000
IT-related Chemicals	Sales revenue	435,000	450,000	15,000
	Core operating income	40,000	48,000	8,000
Health & Crop Sciences	Sales revenue	460,000	470,000	10,000
	Core operating income	38,000	43,000	5,000
Pharmaceuticals	Sales revenue	610,000	610,000	—
	Core operating income	67,000	67,000	—
Others Adjustments	Sales revenue	65,000	65,000	—
	Core operating income	0	0	—
Total	Sales revenue	2,610,000	2,710,000	100,000
	Core operating income	200,000	245,000	45,000