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Consolidated Financial Results
for the Nine Months Ended December 31, 2021
[Japanese GAAP]



February 1, 2022

Company name: **ARAKAWA CHEMICAL INDUSTRIES, LTD.**
 Stock exchange listing: **Tokyo Stock Exchange**
 Code number: **4968**
 URL: **https://www.arakawachem.co.jp/**
 Representative: **Takashi Une, Representative Director and President**
 Contact: **Toru Nobuhiro, Managing Director and General Manager of Administrative H.Q.**
 Phone: **+81-6-6209-8500**
 Scheduled date of filing quarterly securities report: **February 14, 2022**
 Scheduled date of commencing dividend payments: **-**
 Availability of supplementary explanatory materials on quarterly financial results: **Available**
 Schedule of quarterly financial results briefing session: **Not scheduled**

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2021 (April 1, 2021 – December 31, 2021)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2021	59,937	17.5	3,265	42.6	3,351	29.7	2,117	21.8
December 31, 2020	51,009	(7.4)	2,289	10.4	2,584	8.3	1,738	15.5

(Note) Comprehensive income: Nine months ended December 31, 2021: ¥ 2,955 million [(4.3)%]
 Nine months ended December 31, 2020: ¥ 3,088 million [158.6%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2021	106.71	-
December 31, 2020	87.64	-

(Note) The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant regulations from the beginning of the first quarter of the fiscal year ending March 31, 2022. The figures for the nine months ended December 31, 2021 represent those after the application of the accounting standard and relevant regulations.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	114,775	62,533	51.3
As of March 31, 2021	105,757	58,590	54.1

(Reference) Equity: As of December 31, 2021: ¥ 58,888 million
 As of March 31, 2021: ¥ 57,228 million

(Note) The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant regulations from the beginning of the first quarter of the fiscal year ending March 31, 2022. The figures as of December 31, 2021 represent those after the application of the accounting standard and relevant regulations.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	–	22.00	–	24.00	46.00
Fiscal year ending March 31, 2022	–	24.00	–		
Fiscal year ending March 31, 2022 (Forecast)				24.00	48.00

(Note) Revision to the forecast for dividends announced most recently: **None**

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022 (April 1, 2021 – March 31, 2022)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	80,000	13.4	3,300	1.3	3,400	(6.9)	1,750	(19.3)	88.21

(Note 1) Revision to the financial results forecast announced most recently: **Yes**

(Note 2) The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant regulations from the beginning of the first quarter of the fiscal year ending March 31, 2022. The figures for the financial results forecast represent those after the application of the accounting standard and relevant regulations.

* Notes:

(1) Changes in significant subsidiaries during the period under review: **None**

(Changes in specified subsidiaries resulting in changes in scope of consolidation)

Newly included: – companies (Company name)

Excluded: – companies (Company name)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: **None**

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: **Yes**

2) Changes in accounting policies other than 1) above: **None**

3) Changes in accounting estimates: **None**

4) Retrospective restatement: **None**

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2021: 20,652,400 shares

March 31, 2021: 20,652,400 shares

2) Total number of treasury shares at the end of the period:

December 31, 2021: 813,371 shares

March 31, 2021: 813,371 shares

3) Average number of shares during the period:

Nine months ended December 31, 2021: 19,839,029 shares

Nine months ended December 31, 2020: 19,839,125 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation on the proper use of financial results forecast and other special notes

Forward-looking statements, including financial results forecasts, contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable. Therefore, these statements do not constitute a guarantee that they will be realized. Actual results may differ materially from these statements due to various factors.