



For Immediate Release

April 30, 2024

**Sumitomo Chemical Announces
Its Financial Forecast Revision for FY2023,
Financial Forecast and Projected Dividend for FY2024.**

Based on recent performance trends, Sumitomo Chemical Co., Ltd. has made revisions to its consolidated financial forecast for FY2023 (the full year ended March 31, 2024), previously announced on February 2, 2024. In addition, consolidated financial forecast and projected dividend for FY2024 (the full year ending March 31, 2025) are as detailed below.

1. Revisions to Consolidated Financial Forecast for FY2023

(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)	2,480,000	(145,000)	(285,000)	(245,000)	(149.82)
Revised forecast (B)	2,447,000	(149,000)	(489,000)	(312,000)	(190.78)
Variance in amount (B-A)	(33,000)	(4,000)	(204,000)	(67,000)	
Variance in percentage (%)	(1.3%)	-	-	-	
Results for FY2022	2,895,283	92,752	(30,984)	6,987	4.27

* Core operating income is a gain and loss concept that reflects recurring earning capacity by deducting gains and losses incurred by non-recurring factors from operating income, which includes the share of profits or losses from investments accounted for using the equity method.

Reasons for the Revision

Regarding the consolidated financial forecast for FY2023, operating income and net income attributable to owners of the parent are expected to fall short of the previous forecast due to the impairment loss in patent rights for MYFEMBREE® (a treatment for uterine fibroids and endometriosis) and goodwill related to business in North America in Pharmaceuticals, as announced in a press release today entitled "Announcement of Impairment Loss."

2. Consolidated Financial Forecast for FY2024

Regarding consolidated financial forecast for FY2024, Sumitomo Chemical forecasts that sales revenue will be ¥2,670.0 billion, core operating income and operating income are projected to be ¥100.0 billion and ¥70.0 billion, respectively, and net income attributable to owners of the parent to be ¥20.0 billion, assuming an exchange rate of ¥145.0/US\$ and a naphtha price of ¥75,000/kl.

(Millions of yen)

	Sales Revenue	Core Operating Income	Operating Income	Net Income Attributable to Owners of the Parent	Earnings per Share (yen)
Financial Forecast for FY2024	2,670,000	100,000	70,000	20,000	12.23

3. Projected Dividend for FY2024

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, the dividend payout ratio for each fiscal year, and the amount of retained earnings necessary for future growth. Regarding the projected dividend for FY2024, Sumitomo Chemical plans to pay an annual dividend of 9 yen per share.

	Dividend per share		
	Interim	Fiscal year-end	Annual
Projected Dividend for FY2024	¥3.00	¥6.00	¥9.00
Forecast for FY2023 (Announced on Feb. 2, 2024)	¥6.00	¥3.00	¥9.00

Note: The interim dividend for FY2023 is the actual amount.

For details, please refer to the presentation materials for “Investors' Meeting for the Current Priority Management Issues and Business Strategy,” which is scheduled to be held today.

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 FY2023 and FY2024

(Millions of yen)

		FY2023 Previous Forecast (A)	FY2023 Revised Forecast (B)	Variance in Amount (B-A)	Forecast for FY2024
Essential Chemicals & Plastics	Sales revenue	790,000	774,000	(16,000)	900,000
	Core operating income	(87,000)	(91,000)	(4,000)	(35,000)
Energy & Functional Materials	Sales revenue	300,000	300,000	-	290,000
	Core operating income	5,000	8,000	3,000	11,000
IT-related Chemicals	Sales revenue	400,000	414,000	14,000	410,000
	Core operating income	38,000	44,000	6,000	47,000
Health & Crop Sciences	Sales revenue	570,000	546,000	(24,000)	610,000
	Core operating income	40,000	31,000	(9,000)	62,000
Pharmaceuticals	Sales revenue	350,000	343,000	(7,000)	370,000
	Core operating income	(131,000)	(133,000)	(2,000)	3,000
Others / Adjustments	Sales revenue	70,000	70,000	-	90,000
	Core operating income	(10,000)	(8,000)	2,000	12,000
Total	Sales revenue	2,480,000	2,447,000	(33,000)	2,670,000
	Core operating income	(145,000)	(149,000)	(4,000)	100,000