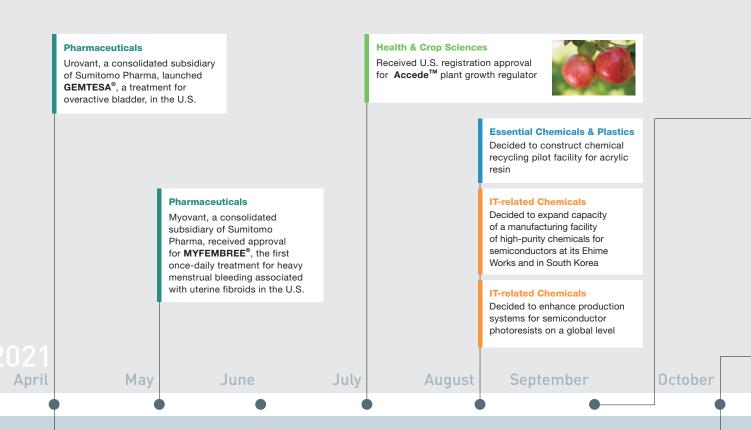
One Year at Sumitomo Chemical

In fiscal 2021, the final year of the Corporate Business Plan, we have paved the way for growth through aggressive business operations, including the decision to increase production capacity for semiconductor materials, for which demand is growing, and the launch of three promising post-LATUDA agents in pharmaceuticals. It was also a year in which we continued to take steps to ensure the sustainability of our company and society, including the formulation of a grand design for achieving carbon neutrality and steady progress in our chemical recycling efforts.



Established SUMIKA DX ACCENT Co., Ltd., a joint venture with Accenture

Received Gold Medal in EcoVadis sustainability assessment for the second consecutive year



Decided to switch all electricity purchased for the Oita Works to renewable energy and change fuel used in the plant, reducing greenhouse gas emissions by approximately 30%

→ P. 42

R&D

Developed a versatile, accurate Al prediction technique even with a small number of experiments, using the chemical materials open platform framework with National Institute for Materials Science, Asahi Kasei Corporation, Mitsubishi Chemical Holdings Corporation, Mitsui Chemicals,

Returned Tokyo Head Office to Nihonbashi after 28 years



Energy & Functional Materials

Decided to withdraw from the EPDM (ethylenepropylene-non-conjugated diene rubber) business

Essential Chemicals & Plastics

Launched Meguri®, a new brand for recycled plastic products



Pharmaceuticals

Sumitomo Pharma and its subsidiary Sunovion executed a collaboration and license agreement with Otsuka Pharmaceutical Co., Ltd. for the worldwide joint development and commercialization of four novel candidate compounds currently under development in psychiatry and neurology area by Sumitomo Pharma and Sunovion

Health & Crop Sciences

Decided to construct a new manufacturing plant for nucleic acid drug substances at Oita Works

Pharmaceuticals

Enzyvant, a consolidated subsidiary of Sumitomo Pharma, received approval in the U.S. for **RETHYMIC®**, a one-time regenerative tissue-based therapy for pediatric congenital athymia

December

January

Energy & Functional Materials

Decided to expand production capacity of LCP (liquid crystal polymer) at Ehime Works

Essential Chemicals & Plastics

Decided to change the name of Petrochemicals & Plastics Sector to "Essential Chemicals & Plastics Sector"

Health & Crop Sciences

Decided to construct a new manufacturing plant for active pharmaceutical ingredients and intermediates for small molecule drugs at the Oita Works

Essential Chemicals & Plastics

Developed a new polyethylene product, **Sumicle**[®], aiming to achieve horizontal recycling of plastic products

Formulated New Corporate Business

FY2024

→ P. 35

Plan for FY2022 to

March February

Received CDP's highest rating in Corporate Climate Change Action, for the fourth consecutive year, and Water Security Action, the second consecutive year



Formulated grand design to achieve Carbon Neutrality by 2050

→ P. 42

November

Decided to build new research facilities in Chiba and Osaka and reorganize research laboratories in

Osaka, Tsukuba, and Chiba, to accelerate the creation of nextgeneration businesses



Image of the new research facility in Chiba

Transition Loan arranged to finance the construction of their new LNG-fired power generation facilities was selected by Japan's Ministry of Economy, Trade and Industry for "FY2021 Climate Transition Finance Model Project," the First in the Chemical Sector

R&D

Four themes related to chemical recycling technology development projects were selected for their Green Innovation Fund Project

→ P. 46

R&D

Started joint development of energy-saving and highly efficient hydrogen production process with Microwave Chemical Co., Ltd. to help achieve carbon neutrality by 2050

→ P. 43

Received a Minister of the Environment Award (Silver Award) in the Environmentally Sustainable Corporations Section of the Ministry of the Environment's "ESG Finance Awards Japan"

