

September 1, 2022

For Immediate Release

Company Name: Sumitomo Chemical Co., Ltd.
Representative: Keiichi Iwata
President and Representative Director
Securities Code: 4005
Stock Exchange Listings: Prime Section of the Tokyo Stock Exchange
Inquiries: Shunji Kobayashi
General Manager
Corporate Communications Dept.
(Tel: +81-3-5201-0200)

Notice Regarding the Establishment of a Subsidiary (Sub-subsidiary) by a Consolidated Subsidiary

Sumitomo Chemical Co., Ltd. (“Sumitomo Chemical” or “the Company”) hereby announces that the Company’s Board of Directors resolved at its meeting held today that Dongwoo Fine-Chem Co., Ltd., a wholly-owned subsidiary of the Company, will establish a subsidiary (a sub-subsidiary of the Company) in the United States.

1. Purpose of Establishing the New Subsidiary

In its Corporate Business Plan for the period from fiscal 2022 to fiscal 2024, Sumitomo Chemical has set out a policy of striving to effectively capture the growing demand for semiconductor materials, and the Company is working to strengthen its global production system for the semiconductor process chemicals business. As semiconductor-related investment in the U.S. accelerates, the Company will construct a new high-purity semiconductor process chemical plant and endeavor to achieve further growth in its silicon semiconductor materials business.

2. Outline of the Consolidated Subsidiary

Company name	Dongwoo Fine-Chem Co., Ltd.
Location	Pyeongtaek-si, Gyeonggi-do, South Korea
Representative	Inho Rha, Representative Director & President
Scope of business	Development, manufacturing and sales of semiconductor process chemicals, photoresists, optical functional films, color filters, touchscreen panels, and other materials
Capital	288,176 million Korean won
Date of establishment	December 1991
Shareholder and shareholding ratio	Sumitomo Chemical Co., Ltd.: 100%

3. Outline of the New Subsidiary (Sub-subsidiary)

Company name	Sumika Semiconductor Materials Texas Inc.	
Address	Texas in the U.S.	
Representative	Akira Nakanishi, Representative Director & Chairman of the Board Dongjoo Yun, Representative Director & President	
Scope of business	Manufacturing and sales of semiconductor process chemicals, etc.	
Capital	USD 130 million	
Date of establishment	September 2022 (scheduled)	
Shareholders and shareholding ratios	Dongwoo Fine-Chem Co., Ltd.: 70% Sumitomo Chemical Co., Ltd.: 20% Sumitomo Chemical Advanced Technologies LLC: 10%	
Relationship between the New Subsidiary and Sumitomo Chemical	Capital relationship	Sumitomo Chemical will own 100% of the shares in the New Subsidiary through its direct investment and indirect investment via Dongwoo Fine-Chem Co., Ltd. and Sumitomo Chemical Advanced Technologies LLC, both of which are wholly-owned subsidiaries of Sumitomo Chemical.
	Personnel relationship	Officers and employees of the Sumitomo Chemical Group will be appointed as members of the New Subsidiary's Board of Directors.
	Business relationship	N/A

4. Impact on Financial Results

The impact on Sumitomo Chemical's consolidated financial results for the current fiscal year will be immaterial. The Company will make another announcement if any matter that should be publicly announced arises in the future.