



April 1, 2026

For Immediate Release

Company Name:	Sumitomo Chemical Co., Ltd.
Representative:	Nobuaki Mito Representative Director & President
Securities Code:	4005
Stock Exchange Listings:	Prime Section of the Tokyo Stock Exchange
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(Progress of Disclosure Matters) Notice Concerning Conclusion of Absorption-Type Company Split Agreement to Integrate Polyolefin (PP and LLDPE) Business in Japan Through a Company Split (Simple Absorption-Type Company Split) by Sumitomo Chemical, Based on Agreement Between Sumitomo Chemical, Prime Polymer, Mitsui Chemicals, and Idemitsu Kosan

In its timely disclosure dated December 24, 2025, titled “Notice Concerning Conclusion of Business Integration Agreement and Joint Venture Agreement Between Sumitomo Chemical and Prime Polymer, Mitsui Chemicals, and Idemitsu Kosan to Integrate the Polyolefin (PP and LLDPE) Business in Japan Through a Company Split (Simple Absorption-Type Split) by Sumitomo Chemical” (the “Timely Disclosure Dated December 24, 2025”), Sumitomo Chemical Co., Ltd. (“the Company”) announced that:

- it agreed to implement a company split (simple absorption-type company split) in two phases, with Sumitomo Chemical as the splitting company and Prime Polymer Co., Ltd. (“Prime Polymer”), a joint venture company of Mitsui Chemicals, Inc. (“Mitsui Chemicals”) and Idemitsu Kosan Co., Ltd. (“Idemitsu Kosan”), as the transferee company, whereby, of the polyolefin business conducted by Sumitomo Chemical in Japan, the polypropylene (PP) business and linear low-density polyethylene (LLDPE) business (collectively “the Target Businesses”) will be transferred to Prime Polymer, and Sumitomo Chemical will acquire equity shares equivalent to a 20% stake in Prime Polymer (the “Business Integration”), and
- a business integration agreement (the “Business Integration Agreement”) and a joint venture agreement (the “Joint Venture Agreement”) were concluded by and between Sumitomo Chemical, Prime Polymer, Mitsui Chemicals, and Idemitsu Kosan.

The Company announces that, to implement the Business Integration, it today entered into an absorption-type company split agreement with Prime Polymer for the first phase of the two-phase company split (simple absorption-type company split) in which the Target Businesses will be transferred to Prime Polymer (the “Absorption-Type Company Split Agreement (i)”) (the first phase of the absorption-type company split is referred to as “Absorption-Type Company Split Phase One” and the second phase as “Absorption-Type Company Split Phase Two,” and Absorption-Type Company Split Phase One and Absorption-Type Company Split Phase Two are collectively referred to as “the Absorption-Type Company Split”).

Each phase of the Absorption-Type Company Split is a simple absorption-type company split that is expected to result in a decrease in the Company's total assets of less than 10% of the Company's net assets as of the end of the immediately preceding fiscal year, as well as a decrease in the Company's net sales of less than 3% of the net sales for the immediately preceding fiscal year. Therefore, a part of disclosure items and content has been omitted from the Company's disclosure.

In addition, the item numbers and defined terms used herein shall be in accordance with the definitions set forth in the Timely Disclosure Dated December 24, 2025. Items that were determined, and items that have been changed, after the announcement of the Timely Disclosure Dated December 24, 2025 are underlined below. Descriptions of the items that remain unchanged have been omitted.

I. The Business Integration

(1) Schedule for the Business Integration (Note 1) (Note 2)

Approval of the Conclusion of the Business Integration Agreement and the Joint Venture Agreement	December 24, 2025
Conclusion of the Business Integration Agreement and the Joint Venture Agreement	December 24, 2025
<u>Approval of the Conclusion of the Absorption-Type Company Split Agreement (i)</u>	<u>April 1, 2026</u>
<u>Conclusion of the Absorption-Type Company Split Agreement (i)</u>	<u>April 1, 2026</u>
<u>Prime Polymer's Shareholder Meeting Related to the Approval of the Conclusion of the Absorption-Type Company Split Agreement (i)</u>	<u>April 1, 2026</u>
Effective Date of the Business Integration Agreement, the Joint Venture Agreement, and the Absorption-Type Company Split Phase One	July 1, 2026 (planned)
Approval of the Conclusion of the Absorption-Type Company Split Agreement (ii) (Note 3)	January 2027 (planned)
Conclusion of the Absorption-Type Company Split Agreement (ii)	January 2027 (planned)
Prime Polymer's Shareholder Meeting Related to the Approval of the Conclusion of the Absorption-Type Company Split Agreement (ii)	January 2027 (planned)
Effective Date of the Absorption-Type Company Split Phase Two	April 1, 2027 (planned)

(Note 1) For Sumitomo Chemical, both phases of the Absorption-Type Company Split fall under the simple absorption-type split stipulated in Article 784, Paragraph 2 of the Companies Act. Therefore, Sumitomo Chemical plans to conduct the Absorption-Type Company Split without obtaining approval through a shareholders' meeting resolution.

(Note 2) The Absorption-Type Company Split is subject to the completion of necessary clearances, regulatory permissions, and approvals under competition laws and other relevant laws and regulations. Therefore, this schedule may change for reasons

pertaining to regulatory permissions and approval by relevant authorities, or other related reasons.

(Note 3) Hereinafter referred to as the “Absorption-Type Company Split Agreement (ii).”

(Reference) Sumitomo Chemical’s consolidated financial forecasts for the fiscal year ending March 31, 2026 (announced on February 3, 2026) and the actual consolidated financial results for the previous fiscal year.

	Sales revenue	Core Operating Income	Operating Income	Net Income Attributable to Owners of the Parent	Basic Net Income Per Share
Forecast for the current fiscal year (ending March 31, 2026)	2,300,000	200,000	165,000	55,000	33.61 yen
Actual results for the previous fiscal year (ended March 31, 2025)	2,606,281	140,519	193,033	38,591	23.59 yen

(Unit: millions of yen, except where specified.)