

February 3, 2021

Notice of Revision to Full-Year Consolidated Financial Forecasts (FY2020)

Sumitomo Seika Chemicals Company, Limited.

Sumitomo Seika Chemicals Co., Ltd. announced today that, based on its recent financial performance, the Company's Board of Directors has resolved, at its meeting held on February 3, to revise its Full-Year consolidated financial forecasts for the fiscal year ending March 31, 2021, previously announced on November 4, 2020, as detailed below.

1. Revision of the Full-Year consolidated financial forecast for the fiscal year ending March 31, 2021 (fiscal 2020)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income attributable to owners of the parent	Net Income Per Share (Yen)
Previous Forecast (A)	100,000	8,000	7,900	6,000	435.03
Revised forecast (B)	100,000	9,500	9,500	6,500	471.29
Variance in Amount (B-A)	-	1,500	1,600	500	
Variance in Percentage (%)	-	18.8%	20.3%	8.3%	
Results for Full-Year Ended March 31, 2020	99,701	7,775	6,866	4,285	310.74

2. Reasons for the Revision

Operating income in Super Absorbent Polymers is estimated to increase owing to several factors, including 1) sales volume is on the rise reflecting a movement of Chinese customers to prioritize procurement of raw materials for sanitary products or secure sufficient quantities in stock, 2) raw material prices continue to be lower than initially expected and 3) the stronger Chinese Yuan is impacting the business favorably. In addition, Functional Chemicals and Gases & Engineering both have factors that will increase the income, such as reduced fixed costs and increased sales volume of

electronics gases. As a result, the total operating income of the Group is forecasted to increase by 1.5 billion yen. Net income attributable to owners of the parent is expected to rise by 0.5 billion yen, reflecting an impairment loss expected to be posted, with respect to certain R&D assets, by taking the future operation plans of them into consideration. Actual business results might turn out to be different from the above forecasts, affected by various factors that include not only economic conditions, but also impacts of the new coronavirus infections in the months ahead. If there occurs any material matter to be disclosed, the Company will make the disclosure immediately.

### 3. Dividend forecast

The projected dividend as announced on May 15, 2020 remains unchanged at 100 yen per share (an interim dividend of 50 yen per share and a year-end dividend of 50 yen per share).

### Cautionary Statement

The forward-looking statements such as the forecasts included in this document are based on information available at the time and estimates based on reasonable assumptions, and do not represent a commitment from the Company that they will be achieved.