Financial Results for 2^{nd} Quarter of FY2025

November 4, 2025

Sumitomo Bakelite Co., Ltd.

Shinichi Kajiya, President and Representative Director

SUMITOMO BAKELITE CO., LTD.

Outline of Financial Results for 2nd Quarter of FY2025

Financial Results for 2nd Quarter of FY2025 (Y/Y)

SUMITOMO BAKELITE CO., LTD.

[Unit: Billion yen]

	2Q of FY2024 (1)	2Q of FY2025 (2)	Variance (Y/Y)	
			(2)-(1)	Ratio
Revenue	153.1	156.5	3.4	2.2%
Business Profit*	15.8	17.1	1.3	8.2%
Operating Profit	15.7	16.5	0.8	5.1%
Profit attributable to owners of parent	12.7	13.3	0.6	4.3%

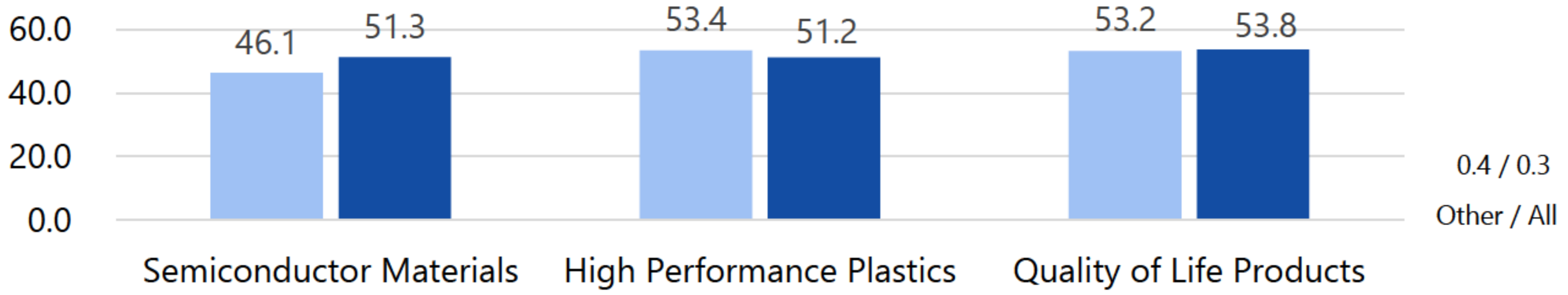
* "Business profit" is calculated by deducting "Cost of sales" and "Selling, general and administrative expenses" from "Revenue".

FOREX	2Q - FY2024	2Q - FY2025
JPY / USD	152.30	146.57
JPY / EUR	165.46	167.74

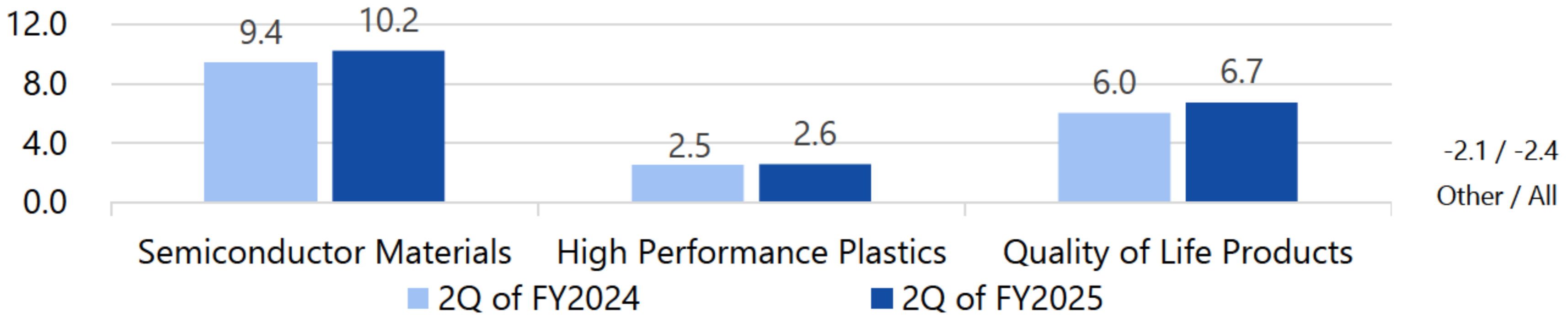
Revenue and Business Profit by Business Segment (Y/Y)

[Unit: Billion yen]

Revenue



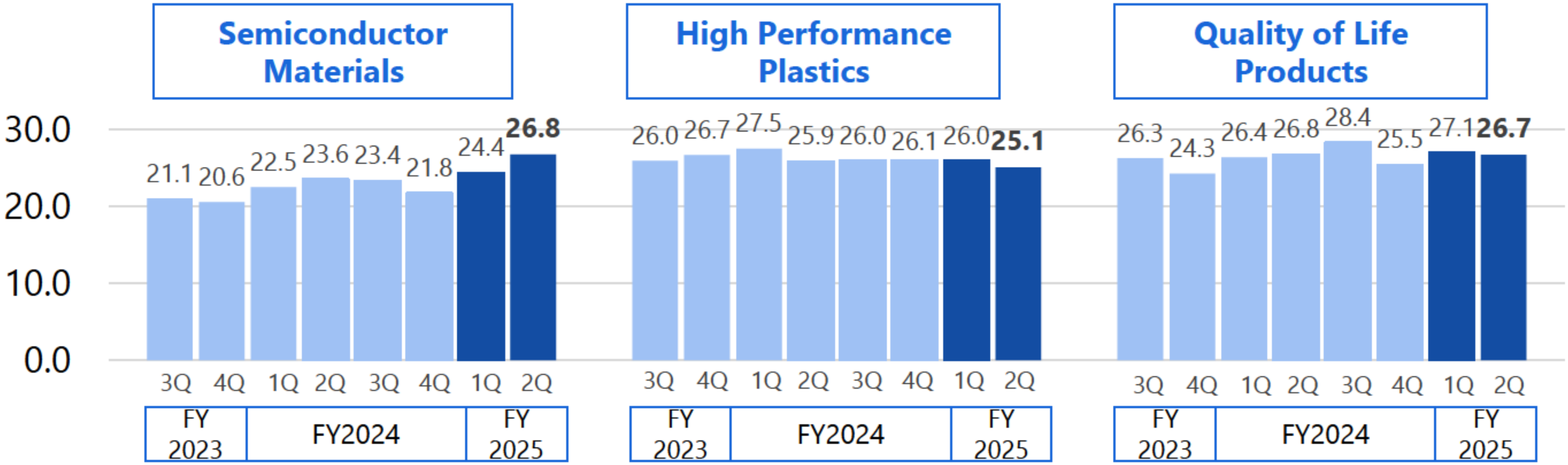
Business Profit



SUMITOMO BAKELITE CO., LTD.

Quarterly Revenue by Business Segment

[Unit: Billion yen]



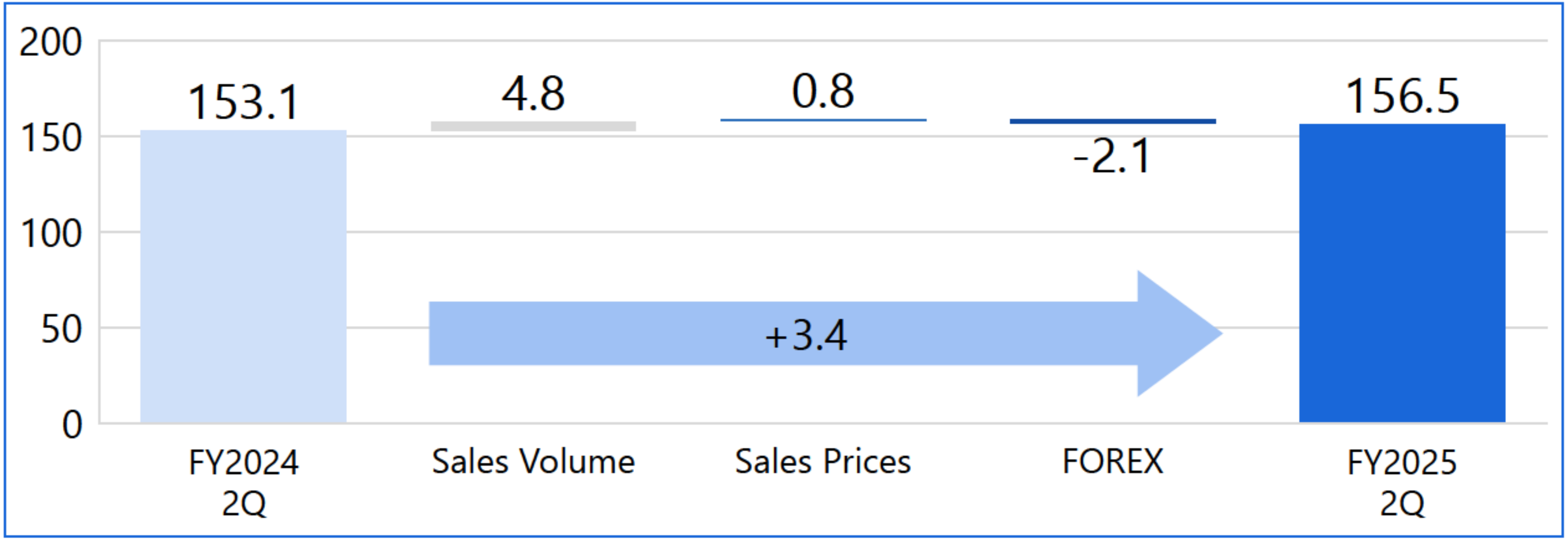
■ Semiconductor Materials : Driven by growth in the Chinese market and expansion of AI power semiconductors and advanced materials for edge AI, shipments of encapsulants continued to hit record highs after 1Q.

■ High Performance Plastics : Automotive structural components are struggling, while COPLUS demonstrates smooth progress in AI semiconductor applications.

■ Quality of Life Products : Overall steady growth continues, led by pharmaceutical packaging for generics.

Analysis of Revenue (Y/Y)

[Unit: Billion yen]

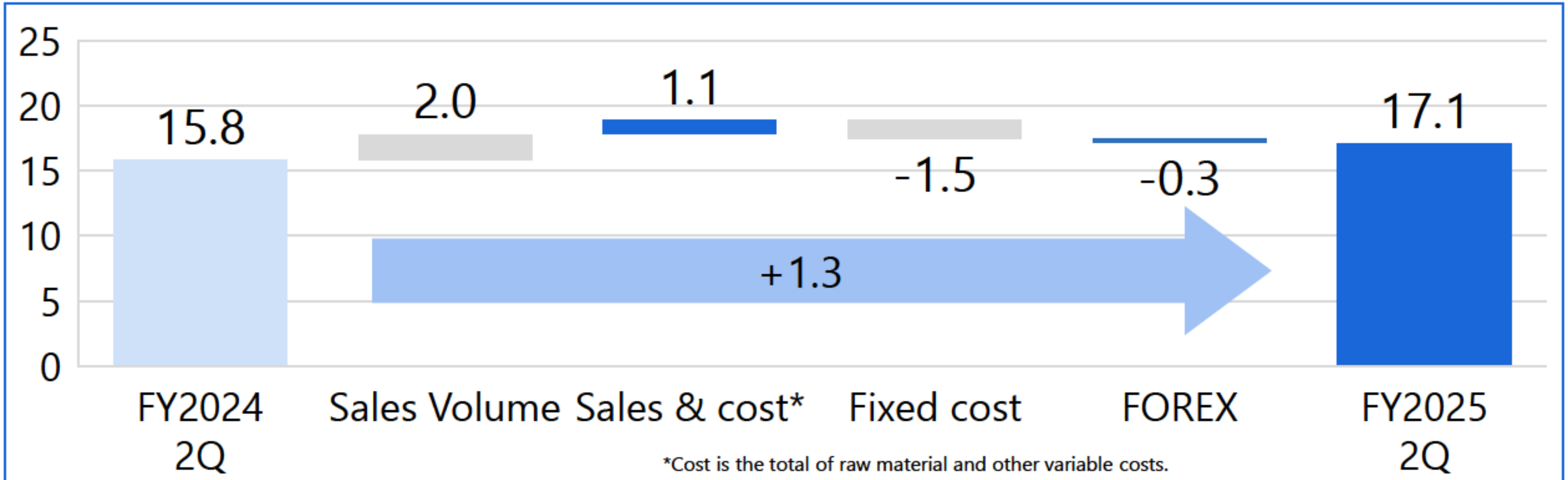


Segment	Sales Volume	Sales Prices	FOREX	Total
Semiconductor Materials	+5.7	+0.6	-1.1	+5.1
High Performance Plastics	-1.0	-0.5	-0.8	-2.2
Quality of Life Products	+0.1	+0.7	-0.2	+0.6

Analysis of Business Profit (Y/Y)

SUMITOMO BAKELITE CO., LTD.

[Unit: Billion yen]



*Cost is the total of raw material and other variable costs.

Segment	Sales Volume	Sales & cost*	Fixed cost	FOREX	Total
Semiconductor Materials	+1.9	-0.3	-0.6	-0.3	+0.8
High Performance Plastics	+0.2	+1.0	-1.1	-0.0	+0.0
Quality of Life Products	-0.1	+0.3	+0.4	-0.0	+0.7
Others	-0.0	0.0	-0.2	0.0	-0.2

Financial Forecasts for FY2025

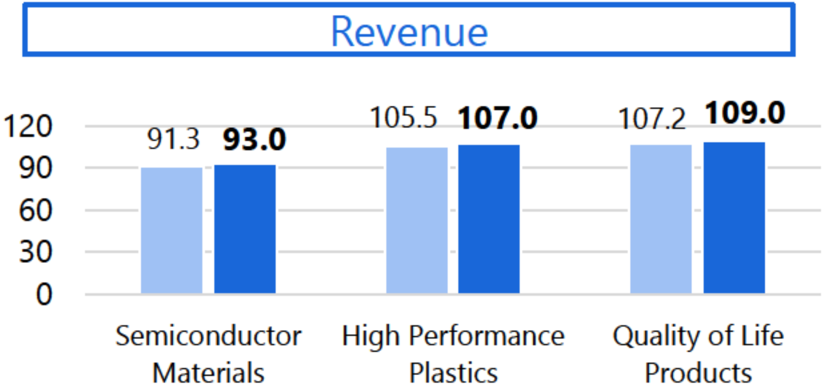
*There is no change from Announcement on May 12, 2025

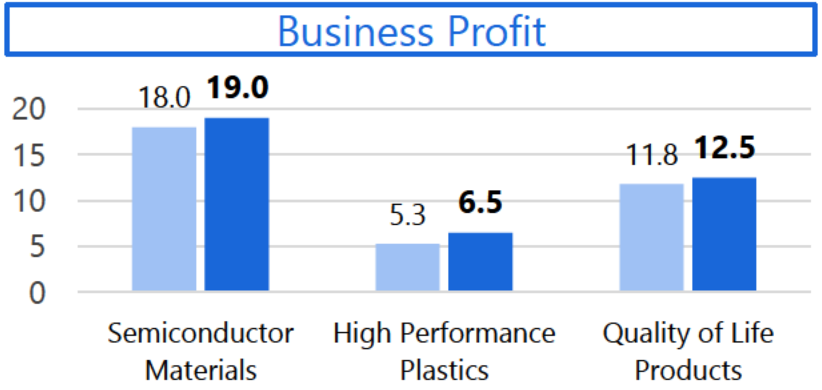
Financial Forecasts for FY2025 (Y/Y)

[Unit: Billion yen]

	FY2024 Result (1)	FY2025 Forecast (2)	Variance	
			(2)-(1)	Ratio
Revenue	304.8	**310.0**	5.2	1.7%
Business Profit	30.8	**32.5**	1.7	5.4%
Operating Profit	24.8	**31.0**	6.2	25.0%
Profit attributable to owners of the parent	19.3	**23.5**	4.2	21.9%

* "Business profit" is calculated by deducting "Cost of sales" and "Selling, general and administrative expenses" from "Revenue".



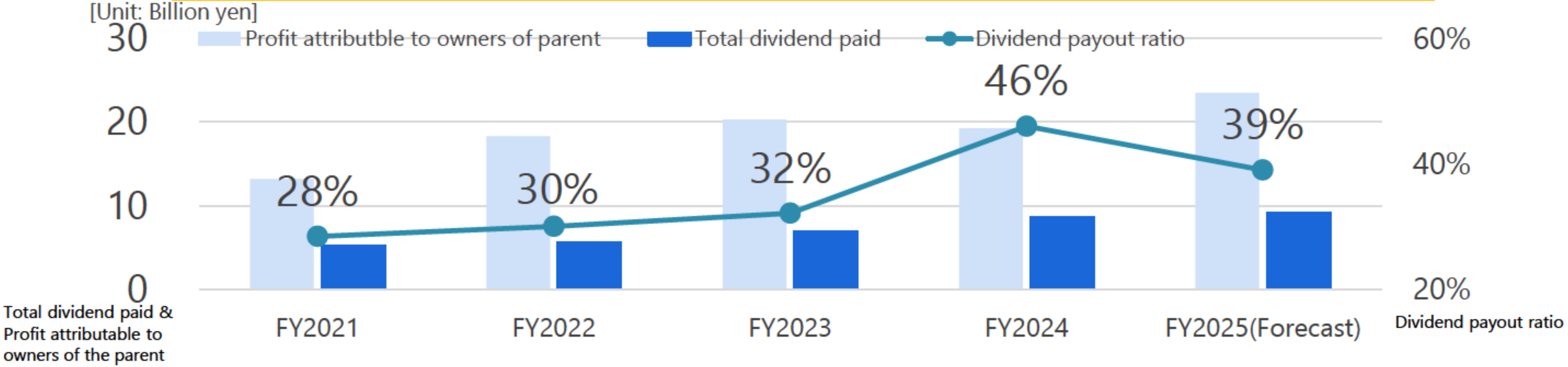


FY2024 (Result) **FY2025 (Forecast)**

Shareholder Returns

■ Dividends Forecast (FY2024) : 105.00 yen per share (Interim 50 yen / Year-end 55 yen)

Dividends per share forecast is increased by 10 yen from FY2024



Dividends (yen /share)*1	FY2021	FY2022	FY2023	FY2024	FY2025 (Forecast)
Interim	25.00	30.00	35.00	45.00	**50.00**
Year-end	30.00	35.00	40.00	50.00*2	**55.00**
Total	**55.00**	**65.00**	**75.00**	**95.00**	**105.00**

*1: A two-for-one common stock split was issued on April 1, 2024.
The above dividend (yen/share) is calculated assuming the stock split occurred at the beginning of FY2021.
*2: Includes a 5-yen commemorative dividend for the 70th anniversary (March 1, 2025).

Summary of 1st Half, Outlook and Initiatives for 2nd Half in Each Segment

Semiconductor Materials (1st Half Summary & 2nd Half Outlook and Initiatives)

SUMITOMO BAKELITE CO., LTD.

Unit: Billion yen

	Business profit	Revenue
1st half result	10.2	51.3
Progress rate	54%	55%
Full-year forecast	19.0	93.0

Sumitomo Bakelite (Suzhou) Co., Ltd. new plant

1st half summary

- The Chinese market has expanded beyond expectations due to the growth of domestic demand.
- Power semiconductors for AI and advanced materials for edge AI are expanding.
- Mobility strategic products are expanding the use of our materials as EV development progresses.
- In power semiconductor-related applications, comprehensive solutions were delivered to customers. High heat-resistant encapsulants, TIM* (semi-sintering paste), buffer coat materials and LαZ

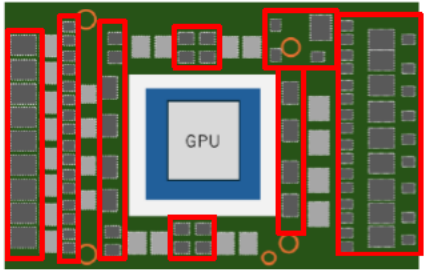
*Abbreviation for Thermal Interface Material

2nd half outlook and initiatives

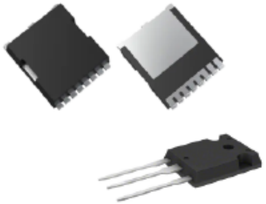
- The AI-related power device market is expanding, and promotion of thermal management products is underway.
- The Chinese market will continue to grow, and the new factory is moving toward full-scale mass production.
- The Taiwanese market is recovering, with progress being made in obtaining customer certifications for the new factory and starting mass production.
- Expand sales of mobility strategy products in the Chinese market, and the Japanese market shows signs of recovery.

Semiconductor Materials: Topics

AI Power Device Market Expanding
- Expanding sales of thermal management products



GPU Board
(Illustrative Example)

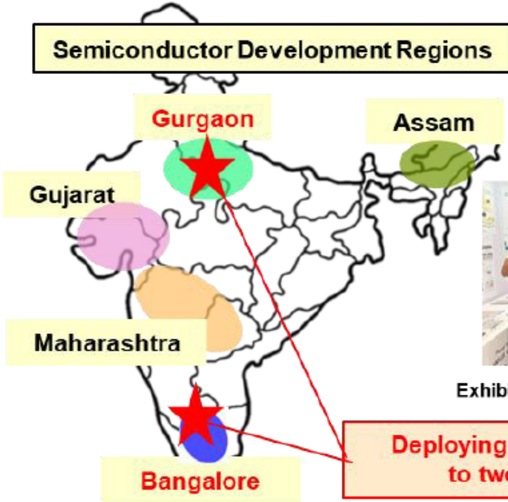


Power Semiconductors to Be Implemented
(Illustrative Example)

- The black components (highlighted in red) around the GPU are power semiconductors.
- A single GPU board utilizes multiple power devices.

- Rapid increase in demand for high thermal conductivity materials for power devices in GPU boards and power units within AI servers
- Encapsulants, bonding paste, and LαZ for high thermal conductivity solutions

Initiating Market Development in India
- Acceleration of domestic semiconductor production and initiation of evaluation of our encapsulants at a major manufacturer



Exhibiting at SEMICON India 2025

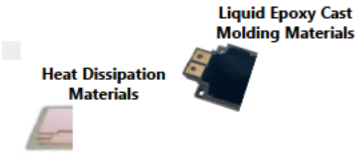
Deploying marketing staff to two locations

- Leveraging trust as the world's No.1 to drive new business
- Strengthening local marketing and support from Singapore and Japan

High Performance Plastics (1st Half Summary & 2nd Half Outlook and Initiatives)

Unit: Billion yen

	Business profit	Revenue
1st half result	2.6	51.2
Progress rate	40%	48%
Full-year forecast	6.5	107.0



Materials for Power Modules

Fire Resistant Materials for EV Batteries

1st half summary

- North America is undergoing rigorous structural reforms, while Asia continues to perform strongly.
- Although aircraft component sales have increased, the product mix has deteriorated.
- High-value-added products such as COPLUS, AQNOA, and aircraft components for the European market are expanding.
- Heat dissipation sheet are being adopted for power module applications, and evaluations of next-generation products are progressing.

2nd half outlook and initiatives

- Implement global measures to improve profitability.
  Increase productivity using robotics and IoT technologies, streamline production bases and discontinue unprofitable products.
- Aircraft components are undergoing profitability improvements and mass production of new products for the European market is accelerating.
- Increase sales in key focus areas.
  Materials for power modules, EV batteries, COPLUS, AQNOA, and others

High Performance Plastics 【Initiatives to Improve Profitability】

Improve profitability by correcting unprofitable products, reducing production costs, and improving productivity

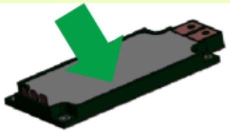
Items	Regions	Details of implementation
Rectification and withdrawal of unprofitable products	North America	Centered on general-purpose phenolic resins
Optimization of production sites	Japan	Group companies (molding compounds) integrated into Shizuoka Plant
	Asia	Building the optimal production system for molding compounds in Asia
Production line integrated	Europe	Belgian plant (molding compounds) production line optimized

State-of-the-art automated equipment at China Nantong plant

High Performance Plastics: Topics

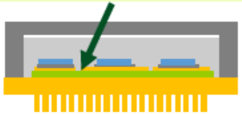
For Electric Vehicles : Power Module Materials

Liquid Epoxy Casting Materials



- Higher heat resistance
- Longer life

Heat Dissipating Insulation Sheet Materials



Alternative to Ceramic Substrates
→ Enhanced design flexibility for module structures

For Aircraft Components

Mass Production of Cargo Liners for Europe Begins

Bio-based PFA resin under development

sbpfa

For Semiconductors: COPLUS™

COPLUS

High-heat-resistant and transparent resin utilizing proprietary monomer technology, enabling flexible molecular design and multifunctional capabilities

Achieved in AI semiconductors, display applications, etc.
Business is expanding with inquiries for multiple applications

Environmentally Friendly Material : AQNOA™

AQNOA

Basic function of phenolic resin

Thermosetting	Heat resistance
Water resistance	Flame retardant

+

World's first!

Characteristics of ultra-low monomer water solubility

- Water-soluble
- Non-deleterious substances
- Phenol Formaldehyde <0.1%

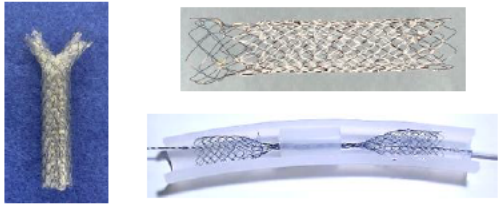
Increased applicability of phenol resin to reduce environmental impact

Quality of Life Products (1st Half Summary & 2nd Half Outlook and Initiatives)

Unit: Billion yen

	Business profit	Revenue
1st half result	6.7	53.8
Progress rate	54%	49%
Full-year forecast	12.5	109.0

Pharmaceutical Packaging Film (PTP)



Expansion of Gastrointestinal Stent Lineup

1st half summary

- Healthcare — Sales of intravascular treatment devices and blood bags are growing as expected.
- Films and Sheets — There is strong demand for pharmaceutical packaging for generic medications.
- Industrial Functional Materials — High value-added enhancement of optical sheets for automotive HUDs.
- Waterproofing — Renovation demand for major housing manufacturers is expanding.

2nd half outlook and initiatives

- Healthcare — Expand the lineup of minimally invasive medical devices and enhance sales activities.
- Films and Sheets —Strong performance of generics continues and sales of dicing films are expanding.
- Industrial Functional Materials — Acquisition of business from AGC Inc., enhancing profitability through synergy effects.
- Waterproofing —Expansion of solar anchor sales and promote efficiency in installation processes.

High Performance Plastics: Topics

Healthcare

- Endovascular Treatment Devices, Blood collection kit, Blood bag

High quality accepted in overseas markets, driving sales growth


Steering Microcatheter


Blood Collection Kit

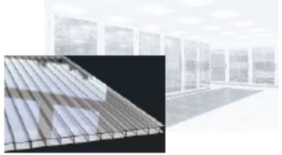

Blood Bag

Industrial Functional Materials

- Business acquisition from AGC Inc., driving faster portfolio transformation


Optical Sheets for Automotive HUDs

Expanding market share with Optical sheets for automotive HUDs and Twin Carbo ™ for data centers


Hollow Polycarbonate : Twin Carbo ™

Films and Sheets

- Leveraging the strength of dicing films to further expand sales in advanced semiconductors


Dicing Film

Aiming to expand market share for logic semiconductors and CIS with antistatic technology and low contamination performance

Waterproofing

- Integrated sheet waterproofing anchor component
- Waterproof sheet integrated with solar power generation element

Solar Anchor


Waterproof Sheet Integrated with Solar Power Generation Element

Utilizing flat roofs for renewable energy
Expanding sales of solar-related waterproofing systems

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