



February 4, 2025

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
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Notice Regarding the Recording of Extraordinary Income in Non-Consolidated Financial Statements Due to the Transfer of a Portion of Shares Held by Sumitomo Chemical in Sumitomo Bakelite

Sumitomo Chemical Co., Ltd. (“Sumitomo Chemical”) transferred a portion of the shares it held in Sumitomo Bakelite Co., Ltd. (“Sumitomo Bakelite”) to Sumitomo Bakelite by participating in the transaction for Sumitomo Bakelite’s repurchase of its own shares (“the Transaction”) via the Off-Auction Own Share Repurchase Trading System (ToSTNeT-3 market).

Sumitomo Chemical hereby announces that it expects to record a gain on sale of investment securities under extraordinary income in its non-consolidated financial statements for the fourth quarter of the fiscal year ending March 31, 2025, due to the Transaction.

1. Reason for Sumitomo Chemical Participating in the Transaction (Transfer of a Portion of the Shares Held by Sumitomo Chemical in Sumitomo Bakelite)

Sumitomo Chemical is implementing its short-term intensive performance improvement measures aimed at ensuring a V-shaped recovery in fiscal 2024 and strengthening its financial position to lay the groundwork for future fundamental structural reforms. As a part of these efforts, Sumitomo Chemical is accelerating its asset sale initiatives. Regarding Sumitomo Bakelite, because it has built a strong relationship with Sumitomo Chemical over many years, Sumitomo Chemical determined that the transfer of a portion of its shares in Sumitomo Bakelite would enable improving resource efficiency while at the same time ensuring that the business and collaborative relationship with Sumitomo Bakelite are maintained, and therefore decided to participate in the Transaction.

2. Result of the Transaction

Number of shares held by the Company prior to participating in the Transaction: 14,500,579 shares (The Company's shareholding ratio: 15.6%)

Number of shares that the Company offered to sell: 5,508,100 shares

Number of shares sold: 5,248,800 shares

Number of shares held by the Company after the Transaction: 9,251,779 shares (The Company's shareholding ratio: 10.6%)

3. Date of the Transaction

February 4, 2025

4. Sale Price and Number of Shares Sold

Sale price per share: 3,631 yen

Number of shares sold: 5,248,800 shares

Total sale amount: 19,058 million yen

5. Impact on Financial Results

In its non-consolidated financial results for the fourth quarter of the fiscal year ending March 31, 2025, Sumitomo Chemical expects to record a gain on sale of investment securities of approximately 17.7 billion yen under extraordinary income, due to the Transaction. The Transaction will have no impact on the profit and loss in the consolidated financial statements.