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Consolidated Financial Results
for the Six Months Ended September 30, 2022
[Japanese GAAP]



November 2, 2022

Company name: **ARAKAWA CHEMICAL INDUSTRIES, LTD.**
 Stock exchange listing: **Tokyo Stock Exchange**
 Code number: **4968**
 URL: **<https://www.arakawachem.co.jp/>**
 Representative: **Takashi Une, Representative Director and President**
 Contact: **Toru Nobuhiro, Managing Director and General Manager of Administrative H.Q.**
 Phone: **+81-6-6209-8500**
 Scheduled date of filing quarterly securities report: **November 11, 2022**
 Scheduled date of commencing dividend payments: **December 1, 2022**
 Availability of supplementary explanatory materials on quarterly financial results: **Available**
 Schedule of quarterly financial results briefing session: **Scheduled**
 (for institutional investors/securities analysts)

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2022 (April 1, 2022 – September 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2022	41,712	5.2	436	(82.4)	756	(70.6)	(1,225)	–
September 30, 2021	39,667	23.1	2,475	155.3	2,571	120.3	1,733	143.9

(Note) Comprehensive income: Six months ended September 30, 2022: ¥ (93) million [–%]
 Six months ended September 30, 2021: ¥ 2,658 million [75.8%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	(61.78)	–
September 30, 2021	87.39	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2022	119,455	62,005	48.8
As of March 31, 2022	117,739	62,578	50.3

(Reference) Equity: As of September 30, 2022: ¥ 58,353 million
 As of March 31, 2022: ¥ 59,184 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	24.00	–	24.00	48.00
Fiscal year ending March 31, 2023	–	24.00			
Fiscal year ending March 31, 2023 (Forecast)			–	24.00	48.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 – March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	83,000	3.1	(1,800)	–	(1,600)	–	(3,500)	–	(176.42)

(Note) Revision to the financial results forecast announced most recently: None

For details on the most recent revision of the forecast of consolidated financial results, please refer to the “Notice Concerning Recognition of Extraordinary Loss and Revision of Earnings Forecast” announced on October 28, 2022. (Japanese only).

* Notes:

(1) Changes in significant subsidiaries during the period under review: **None**

(Changes in specified subsidiaries resulting in changes in scope of consolidation)

Newly included: – companies (Company name)

Excluded: – companies (Company name)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: **None**

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: **Yes**

2) Changes in accounting policies other than 1) above: **None**

3) Changes in accounting estimates: **None**

4) Retrospective restatement: **None**

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2022: 20,652,400 shares

March 31, 2022: 20,652,400 shares

2) Total number of treasury shares at the end of the period:

September 30, 2022: 813,411 shares

March 31, 2022: 813,391 shares

3) Average number of shares during the period:

Six months ended September 30, 2022: 19,839,000 shares

Six months ended September 30, 2021: 19,839,029 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation on the proper use of financial results forecast and other special notes

Forward-looking statements, including financial results forecasts, contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable. Therefore, these statements do not constitute a guarantee that they will be realized. Actual results may differ materially from these statements due to various factors.