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Consolidated Financial Results
for the Six Months Ended September 30, 2023
[Japanese GAAP]



November 2, 2023

Company name: **ARAKAWA CHEMICAL INDUSTRIES, LTD.**
 Stock exchange listing: **Tokyo Stock Exchange**
 Code number: **4968**
 URL: **<https://www.arakawachem.co.jp/en/>**
 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 13, 2023**
 Scheduled date of commencing dividend payments: **December 1, 2023**
 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, 2023 (April 1, 2023 – September 30, 2023)

(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, 2023	34,672	(16.9)	(1,827)	–	(1,451)	–	(753)	–
Six months ended September 30, 2022	41,712	5.2	436	(82.4)	756	(70.6)	(1,225)	–

(Note) Comprehensive income: Six months ended September 30, 2023: ¥ 516 million [–%]
 Six months ended September 30, 2022: ¥ (93) million [–%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2023	(37.96)		–	
Six months ended September 30, 2022	(61.78)		–	

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	122,720	56,550	44.7
As of March 31, 2023	119,035	56,509	45.4

(Reference) Equity: As of September 30, 2023: ¥ 54,859 million
 As of March 31, 2023: ¥ 54,082 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, 2023	–	24.00	–	24.00	48.00
Fiscal year ending March 31, 2024	–	24.00			
Fiscal year ending March 31, 2024 (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, 2024 (April 1, 2023 – March 31, 2024)

(% 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
	73,000	(8.1)	(2,900)	–	(2,800)	–	(1,700)	–	(85.69)

(Note) Revision to the financial results forecast announced most recently: Yes

* 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: **None**

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, 2023: 20,652,400 shares

March 31, 2023: 20,652,400 shares

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

September 30, 2023: 813,491 shares

March 31, 2023: 813,491 shares

3) Average number of shares during the period:

Six months ended September 30, 2023: 19,838,909 shares

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