

6-year Financial Summary

(millions of yen)

	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022
Net sales	38,693	37,548	37,771	41,199	41,879	43,324
Functional Colorants	10,997	10,912	11,855	16,503	17,581	17,990
Specialty Polymers	12,046	12,327	11,717	10,255	10,760	11,580
Basic Chemicals	7,024	6,799	7,156	6,866	6,753	7,152
Agro-Science	5,580	5,288	4,951	5,554	4,838	4,628
Logistics	2,820	2,035	1,932	1,848	1,780	1,874
Operating profit	3,903	3,028	2,902	5,444	6,421	3,701
Functional Colorants	1,413	966	1,182	4,028	4,598	2,602
Specialty Polymers	653	587	531	359	888	861
Basic Chemicals	805	545	589	436	291	(575)
Agro-Science	350	409	205	222	330	457
Logistics	631	487	397	361	298	341
Ordinary profit	4,169	3,104	3,058	5,841	6,914	4,211
Profit attributable to owners of parent	2,862	1,883	1,858	3,119	3,251	2,223
Total assets	54,737	57,140	54,903	62,609	66,448	72,051
Net assets	35,869	36,860	37,040	43,654	47,912	49,897
Net assets per share (yen)	4,210.82	4,299.75	4,294.69	4,885.72	5,230.81	5,405.73
Earnings per share (yen)	362.29	238.40	235.15	394.25	410.69	280.65
Equity ratio (%)	60.8	59.5	61.8	61.8	62.3	59.5
ROE	8.8	5.6	5.5	8.6	8.1	5.3
Cash flows from operating activities	4,215	2,525	3,597	5,380	6,143	1,058
Cash flows from investing activities	(960)	(2,351)	(2,060)	(2,689)	(3,569)	(7,036)
Cash flows from financing activities	(3,210)	668	(2,049)	(424)	(1,848)	2,288
Dividends per share (yen)	50.0	50.0	50.0	50.0	60.0	65.0
DOE	1.5	1.4	1.3	1.2	1.3	1.4
Dividend payout ratio (%)	13.8	20.9	21.2	12.6	14.6	23.1
PBR	1.14	0.75	0.72	0.99	0.84	0.56

Statement of Responsibility

The Hodogaya Chemical Group has been publishing an integrated report since FY2017 in order to enable all our stakeholders to better understand our mid- to long-term growth and improvement of corporate value.

The Hodogaya Chemical Group Integrated Report 2023 introduces the financial and non-financial initiatives aimed at realizing the vision of the Hodogaya Chemical Group, based on the progress of the third year of our Mid-term Management Plan. In addition to explaining the issues that the Hodogaya Chemical Group is currently prioritizing in order to follow our corporate motto of Your Dream is Our Business for the next 100 years, we have presented a value creation story that links sustainability initiatives and other measures to financial value and expanded our disclosure of information in line with the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD) to fulfill our responsibilities as a chemical manufacturer.

As the officer charged with overall responsibility for the production of this report, I hereby declare that the production process is legitimate, and the information contained herein is accurate.

We hope that this report will help all our stakeholders, including shareholders and investors, to understand the Hodogaya Chemical Group's efforts to achieve sustainable growth and realize a sustainable society.

Shinichi Sato Managing Executive Officer