

6-year Financial Summary

(millions of yen)

	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023
Net sales	37,548	37,771	41,199	41,879	43,324	44,261
Functional Colorants	10,912	11,855	16,503	17,581	17,990	21,238
Specialty Polymers	12,327	11,717	10,255	10,760	11,580	8,341
Basic Chemicals	6,799	7,156	6,866	6,753	7,152	7,846
Agro-Science	5,288	4,951	5,554	4,838	4,628	4,940
Logistics	2,035	1,932	1,848	1,780	1,874	1,704
Operating profit	3,028	2,902	5,444	6,421	3,701	3,951
Functional Colorants	966	1,182	4,028	4,598	2,602	3,197
Specialty Polymers	587	531	359	888	861	(94)
Basic Chemicals	545	589	436	291	(575)	207
Agro-Science	409	205	222	330	457	376
Logistics	487	397	361	298	341	250
Ordinary profit	3,104	3,058	5,841	6,914	4,211	4,711
Profit attributable to owners of parent	1,883	1,858	3,119	3,251	2,223	2,480
Total assets	57,140	54,903	62,609	66,448	72,051	81,157
Net assets	36,860	37,040	43,654	47,912	49,897	57,443
Net assets per share (yen)	4,299.75	4,294.69	4,885.72	5,230.81	5,405.73	6,014.71
Earnings per share (yen)	238.40	235.15	394.25	410.69	280.65	312.63
Equity ratio (%)	59.5	61.8	61.8	62.3	59.5	58.8
ROE	5.6	5.5	8.6	8.1	5.3	5.5
Cash flows from operating activities	2,525	3,597	5,380	6,143	1,058	8,343
Cash flows from investing activities	(2,351)	(2,060)	(2,689)	(3,569)	(7,036)	(3,950)
Cash flows from financing activities	668	(2,049)	(424)	(1,848)	2,288	(2,067)
Dividends per share (yen)	50.0	50.0	50.0	60.0	65.0	75.0
DOE	1.4	1.3	1.2	1.3	1.4	1.6
Dividend payout ratio (%)	20.9	21.2	12.6	14.6	23.1	24.0
PBR	0.75	0.72	0.99	0.84	0.56	0.61

Statement of Authenticity

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 2024 includes an explanation of financial and non-financial initiatives aimed at achieving the Hodogaya Chemical Group's vision as steady progress is being made to achieve our target figure (FY2025) and ideal figure (FY2030) appearing in the 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 continue our disclosure of information on our serious efforts to tackle climate change as a chemical company 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 a realize a sustainable society.

Director and Managing Executive Officer **Shinichi Sato**