October 25, 2024

Company name: UBE Corporation
Representative: Masato Izumihara
President and Representative Director
Security code: 4208 (shares listed on Prime Section of Tokyo Stock Exchange)
Contact: Shuko Horie, General Manager,
Corporate Communications Department
Tel: +81-3-5419-6110

UBE Corporation Announces Revised Earnings Forecasts

In light of recent earnings performance, UBE Corporation has revised its earnings forecasts previously announced on May 13, 2024. The changes are described below.

Revisions to Earnings Forecast for the First Half of the Fiscal Year ending March 31, 2025
(April 1, 2024 to September 30, 2024)

Consolidated (Unit: Millions of yen except per share data)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Net income per share (Yen)
Previous forecast (A) (Announced May 13, 2024)	238,000	7,500	11,500	8,000	82.41
Revised forecast (B)	243,000	6,000	1,900	300	3.09
Change (B－A)	5,000	(1,500)	(9,600)	(7,700)	
Percentage change	2.1%	(20.0)%	(83.5)%	(96.3)%	
(Reference) Same period of the previous fiscal year	218,079	5,221	11,303	9,019	92.93

Reasons for the Revision
(First half of the fiscal year ending March 31, 2025)

Net sales are expected to exceed the previous forecast due to an increase in the selling price of elastomers as a result of rising raw material prices, despite sluggish sales of certain products in the Specialty Products Segment.

Operating profit is projected to be lower than the previous forecast due to the impact of the lower of cost or market method on caprolactam, nylon polymers, and other products, in the Polymers & Chemicals Segment.

Ordinary profit and profit attributable to owners of parent are expected to be significantly lower than previously forecast due to the posting of a share of loss of entities accounted for using equity method following the dissolution of LOTTE UBE SYNTHETIC RUBBER SDN. BHD., an equity method affiliate. For details of the share of loss of entities accounted for using equity method, please see “Notice Regarding Posting of Share of Loss of Entities Accounted for Using Equity Method Due to Dissolution of Equity Method Affiliate” released today.

(Full year of the fiscal year ending March 31, 2025)

There are no changes to the full-year earnings forecast.

While we are posting a share of loss of entities accounted for using equity method in the consolidated first half of the fiscal year following the dissolution of an equity method affiliate as described above, we will record deferred tax assets for cumulative losses at the equity method affiliate in the consolidated fiscal year.

There are no changes to dividend forecasts.

(Reference) Consolidated Net Sales and Operating Profit by Segment (Unit: Billions of yen)

Item	Segment	Fiscal Year Ending March 31, 2025						The Previous Fiscal Year ended March 31, 2024	
		Previous Forecast		Revised Forecast		Change		Result	
		First Half (A)	Full Year (B)	First Half (C)	Full Year (D)	First Half (C)-(A)	Full Year (D)-(B)	First Half	Full Year
Net sales	Specialty Products	33.0	70.0	32.0	70.0	(1.0)	0	31.3	63.8
	Polymers & Chemicals	140.5	288.0	144.0	288.0	3.5	0	121.2	258.6
	Machinery	42.5	104.0	43.0	104.0	0.5	0	42.7	96.9
	Others	34.0	72.0	35.0	72.0	1.0	0	35.3	74.5
	Adjustment	(12.0)	(24.0)	(11.0)	(24.0)	1.0	0	(12.4)	(25.4)
	Total	238.0	510.0	243.0	510.0	5.0	0	218.1	468.2
Operating profit	Specialty Products	5.5	12.5	5.0	12.5	(0.5)	0	5.7	12.1
	Polymers & Chemicals	1.0	9.5	(1.5)	9.5	(2.5)	0	(2.4)	2.5
	Machinery	1.5	7.0	3.0	7.0	1.5	0	2.2	7.2
	Others	1.0	2.0	1.5	2.0	0.5	0	1.5	4.5
	Adjustment	(1.5)	(4.0)	(2.0)	(4.0)	(0.5)	0	(1.7)	(3.8)
	Total	7.5	27.0	6.0	27.0	(1.5)	0	5.2	22.5

Note: The above earnings forecasts are based on certain assumptions judged to be reasonable by the Company when preparing this document. Actual results can differ from forecasts, due to changes in a wide variety of conditions.