January 28, 2025

Company name: UBE Corporation
Security code: 4208 (shares listed on Prime Section of Tokyo Stock Exchange)
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UBE Announces Revised Earnings Forecasts

UBE Corporation announced today that it has revised its earnings forecasts for the fiscal year ending March 31, 2025, which were previously announced on May 13, 2024. The changes, made in light of recent earnings performance, are described below.

Revised Earnings Forecast for the Full Year of the Fiscal Year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

Consolidated (Unit: Billions 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)	510.0	27.0	37.0	29.5	303.89
Revised forecast (B)	490.0	16.0	20.0	(17.5)	(180.24)
Change (B-A)	(20.0)	(11.0)	(17.0)	(47.0)	
Percentage change	(3.9)%	(40.7)%	(45.9)%	-	
Previous fiscal year	468.2	22.5	36.3	29.0	298.59

(Reasons for the Revision)

Net sales are expected to fall below the previous forecast mainly due to the transfer of management rights of UBE Steel Co., Ltd. in Machinery Segment, in November 2024.

Operating profit is also projected to come in lower than the previous forecast as sales of caprolactam and nylon polymer in the Polymers & Chemicals Segment have been sluggish due to the impact of oversupply by Chinese companies.

Ordinary profit is projected to be lower than the previous forecast due to a decrease in operating profit as mentioned above. Additionally, in the first half (interim period), the company dissolved an equity-method affiliate engaged in the elastomer business in Malaysia, recording share of loss of entities accounted for using the equity method.

Profit attributable to owners of parent is expected to be lower than the previous forecast. Ordinary profit is expected to decline as described earlier. Additionally, as a result of the decision to implement structural reform in the basic businesses, the company plans to record approximately 35 billion yen in impairment losses and other related expenses. For details on the structural reform of the basic businesses, please refer to “UBE Announces Structural Reform of Basic Businesses to Achieve Vision for 2030” released today.

The dividend forecast remains unchanged.

(Reference) Consolidated Net Sales and Operating Profit by Segment for the Full Year of the Fiscal Year ending March 31, 2025

(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
Net sales	Specialty Products	70.0	66.5	(3.5)	63.8
	Polymers & Chemicals	288.0	287.0	(1.0)	258.6
	Machinery	104.0	87.5	(16.5)	96.9
	Others	72.0	69.5	(2.5)	74.5
	Adjustment	(24.0)	(20.5)	3.5	(25.4)
	Total	510.0	490.0	(20.0)	468.2
Operating profit	Specialty Products	12.5	11.0	(1.5)	12.1
	Polymers & Chemicals	9.5	1.0	(8.5)	2.5
	Machinery	7.0	7.0	-	7.2
	Others	2.0	2.0	-	4.5
	Adjustment	(4.0)	(5.0)	(1.0)	(3.8)
	Total	27.0	16.0	(11.0)	22.5

(Note1) The above earnings forecasts are based on certain assumptions judged to be reasonable by the Company when preparing this document. Actual results can vary significantly from forecasts, due to changes in a wide variety of conditions.

(Note2) UBE America Inc. and UBE CORPORATION AMERICA INC. have been reclassified from the “Others” segment to the “Polymers & Chemicals” segment from the fiscal year ending March 2025. Net sales and operating profit for the fiscal year ended March 2024 are figures reflecting the segment reclassification.