Summary of Consolidated Financial Statements

August 6, 2021 Denka Company Limited

1. Consolidated Financial Results For the First Quarter Fiscal Year 2021 (Apr to Jun)

(1) Consolidated Results of Operations (Accumulated Total)

(Percentages show rate of change compared with the same term of the previous year)

| | Net Sales | | Operating Income | | Ordinary Inc | ome | Net income attributable to owners of parent | |
|-------------------------------|-------------------|-------|-------------------|-------|-------------------|-------|---|-------|
| | (Millions of Yen) | % | (Millions of Yen) | % | (Millions of Yen) | % | (Millions of Yen) | % |
| FY2021 1st Quarter Apr to Jun | 86,727 | 13.8 | 7,748 | 76.0 | 7,521 | 50.1 | 6,156 | 46.9 |
| FY2020 1st Quarter Apr to Jun | 76,233 | -16.1 | 4,402 | -34.8 | 5,011 | -21.3 | 4,190 | -16.5 |

 (Note) Comprehensive income
 (Millions of Yen)

 FY2021 1st Quarter Apr to Jun
 9,003
 (63.3 %)

 FY2020 1st Quarter Apr to Jun
 5,512
 (37.4 %)

FY2020 1st Quarter Apr to Jun 5,512 (37.4 %)

Net income per share Net income per share (basic) (diluted)

(Yen) (Yen)

FY2021 1st Quarter Apr to Jun 71.41

(Note) "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) has been applied from the beginning of the fiscal year ending March 31, 2022.

(2) Consolidated Financial Position

FY2020 1st Quarter Apr to Jun

| | Total Assets | Net Assets | Equity Ratio |
|--------------------|-------------------|-------------------|--------------|
| | (Millions of Yen) | (Millions of Yen) | % |
| At end of Jun 2021 | 535,209 | 273,456 | 50.6 |
| At end of Mar 2021 | 526,035 | 270,036 | 50.8 |

48.58

(Reference) Shareholder's equity
At end of Jun 2021 270,958
At end of Mar 2021 267,448

2. Dividends

| 2. 51/1001103 | | | | | | | | |
|--------------------------------|--------------------|--------------------|--------------------|----------|--------|--|--|--|
| | Dividend per share | | | | | | | |
| | End of 1st Quarter | End of 2nd Quarter | End of 3rd Quarter | Year-end | Annual | | | |
| | (Yen) | (Yen) | (Yen) | (Yen) | (Yen) | | | |
| FY2020 Apr to Mar | - | 60.00 | - | 65.00 | 125.00 | | | |
| FY2021 Apr to Mar | - | | | | | | | |
| FY2021 Apr to Mar (Forecast) | | 65.00 | - | 70.00 | 135.00 | | | |

(Note) Revisions to dividend forecasts pubulished most recently : No

3. Consolidated Forecasts for the Fiscal Year Ending

(Percentages show rate of change compared with the same term of the previous year)

| | Net Sales | | Operating Income | | Ordinary Income | | Net income attributable to owners of parent | | Net Income Per Share |
|----------------------------|-------------------|------|-------------------|------|-------------------|------|--|------|----------------------|
| | (Millions of Yen) | % | (Millions of Yen) | % | (Millions of Yen) | % | (Millions of Yen) | % | (Yen) |
| FY2021 1st Half Apr to Sep | 185,000 | 15.4 | 22,000 | 82.3 | 20,000 | 62.7 | 15,000 | 49.9 | 173.97 |
| FY2021 Apr to Mar | 365,000 | 3.0 | 42,000 | 20.9 | 39,000 | 21.3 | 29,000 | 27.3 | 336.35 |

(Note) Revisions to financial forecasts pubulished most recently: Yes