

The Impact of the Situation between Russia and Ukraine on Our Business

We are giving the situation in Ukraine deep thought and take it seriously. We truly hope for the issue to reach a peaceful conclusion as soon as possible.

Considering the situation between Russia and Ukraine, we would like to inform you of its current impact on our business as follows.

1. Our view

Based on the Denka Group ESG Basic Policy and in terms of respecting human rights and sustainability, we respect the actions of the international community and the policy of the Japanese government with regard to the situation between Russia and Ukraine. We also intend to act appropriately by seeking constructive dialog with the Japanese government and other stakeholders.

2. Regarding facilities in Russia, Ukraine, and Belarus

We do not possess any business and production facilities in Russia, Ukraine, or Belarus.

3. On the current impact

Of the 385 billion yen in expected consolidated sales for FY2021, about 0.2% is sales in Russia, Ukraine, and Belarus. The impact with regard to raw fuel procurement is also predicted to be limited.

At the same time, if the situation becomes protracted, it is possible that it will impact consolidated results for FY2022 by affecting operations through a shortage of some raw materials as well as sustained high prices on naphtha, natural gas, coal, and other raw fuels.

We will monitor the situation and promptly inform you if we expect a major impact on our performance.

[For Inquiries about This Press Release from Media]
Corporate Communications Dept. Tel: +81-3-5290-5511