

# Financial Results for 1st Half of FYE 3/2021

November 6th, 2020  
STELLA CHEMIFA CORPORATION  
Securities code: 4109

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## [1st Half of FYE 3/2021 Results]

- ◆ Semiconductors and LCDs saw strong shipments at the subsidiary in Singapore, albeit with lower shipments to South Korea.
- ◆ Shipments of enriched boron (10B) used by nuclear energy-related facilities contributed to the profit.
- ◆ Profitability improved in the Medical Business owing to the launch of sales of pharmaceuticals and curbed expenses.

## [Full-year Forecast]

- ◆ The full-year forecast has been revised in light of the progress made in the first half of the fiscal year.
- ◆ Prices of anhydrous hydrofluoric acid, one of the main raw materials, are expected to be at the same level in the second half of the fiscal year as they were in the first half, as there was a lull in the price increase.

# Financial Summary



(million yen)	1st Half of FYE 3/2020	1st Half of FYE 3/2021	Increase/ Decrease	Percentage Increase/ Decrease
Sales Revenue	17,140	16,612	– 528	– 3.1
Gross Profit	3,201	3,906	704	22.0
Operating Profit	996	1,786	789	79.2
Ordinary Profit	955	1,714	758	79.3
Quarterly Profit Attributable to Owners of Parent	630	1,098	467	74.1
Earnings Per Share (yen)	48.85	85.54		

# Sales Revenue and Operating Profit by Business Segment

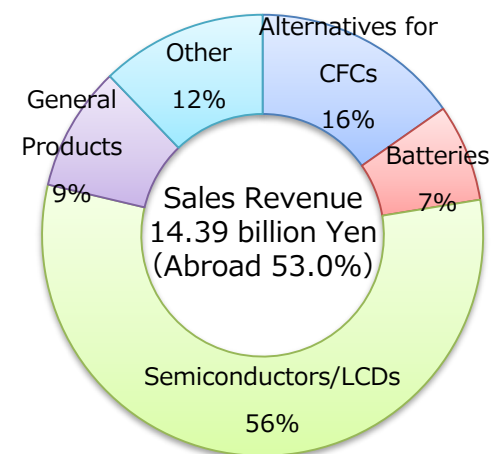


	Sales Revenue				Operating Profit			
(million yen)	1st Half of FYE 3/2020	1st Half of FYE 3/2021	Increase/ Decrease		1st Half of FYE 3/2020	1st Half of FYE 3/2021	Increase/ Decrease	
			Amount	%			Amount	%
High-Purity Chemical Business	14,783	14,397	− 385	− 2.6	1,268	1,881	612	48.3
Transportation Business	2,241	1,964	− 277	− 12.4	244	272	28	11.7
Medical Business	-	148	148	-	− 536	− 286	250	-
Other	115	101	− 13	− 11.7	16	12	− 4	− 26.3
Total	17,140	16,612	− 528	− 3.1	996	1,786	789	79.2

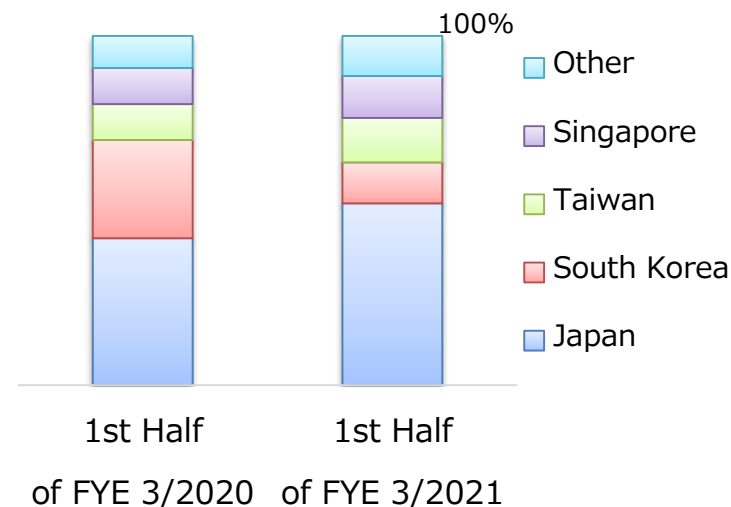
# Sales Revenue of High-Purity Chemical Business (Breakdown)

(million yen)	1st Half of FYE 3/2020	1st Half of FYE 3/2021	Increase/ Decrease	Percentage Increase/ Decrease
Surface Treatment	710	489	-220	-31.1
Alternatives for CFCs	2,509	2,199	-310	-12.4
Batteries	1,320	1,028	-292	-22.1
Semiconductors/ LCDs	8,137	8,102	-35	-0.4
Semiconductor Devices	200	344	144	72.3
Catalysts	437	366	-71	-16.3
Gypsum	93	84	-9	-10.0
General Products	857	1,314	456	53.2
Other	515	467	-47	-9.2
Total	14,783	14,397	-385	-2.6

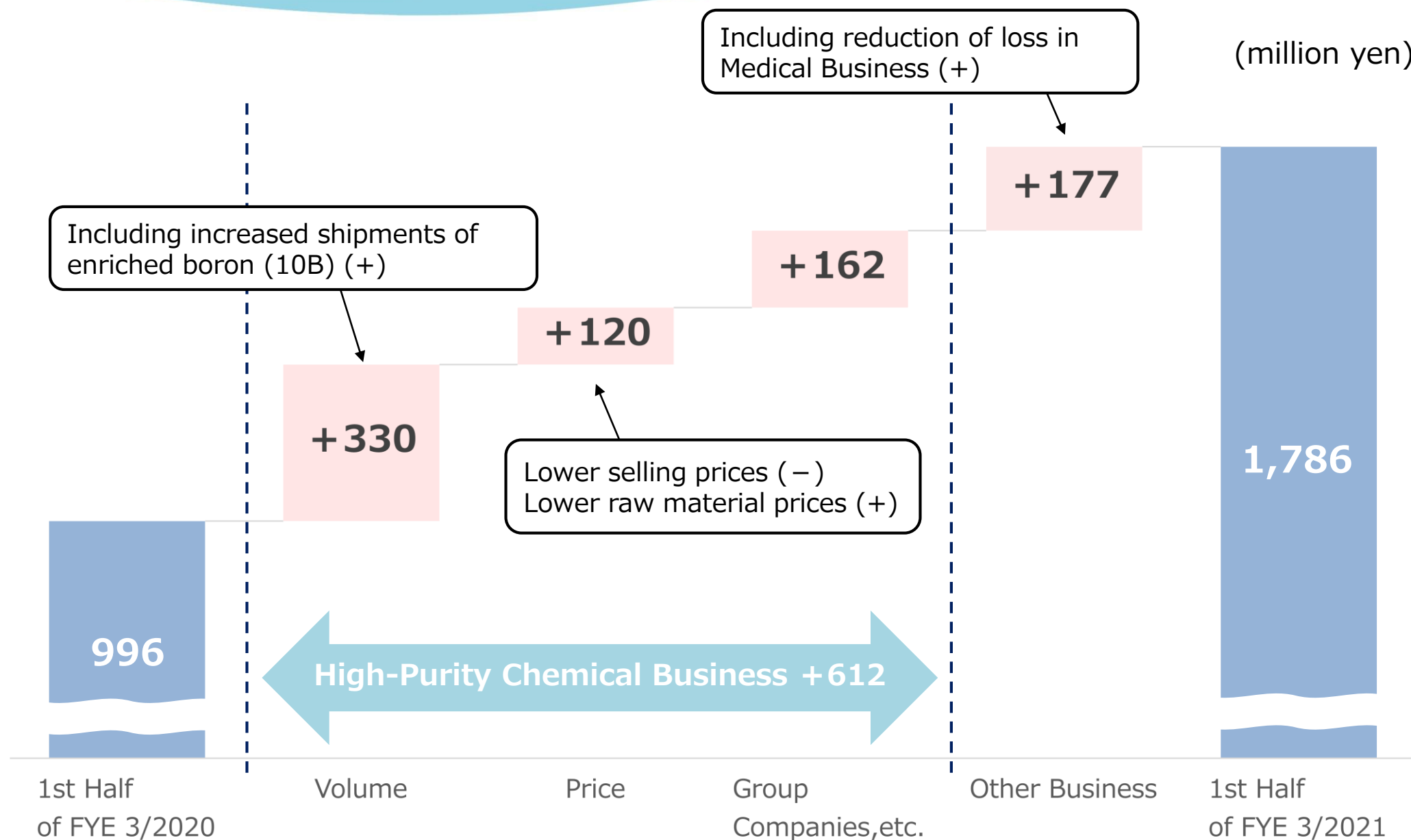
Sales Revenue Constituent Ratio of High-Purity Chemicals



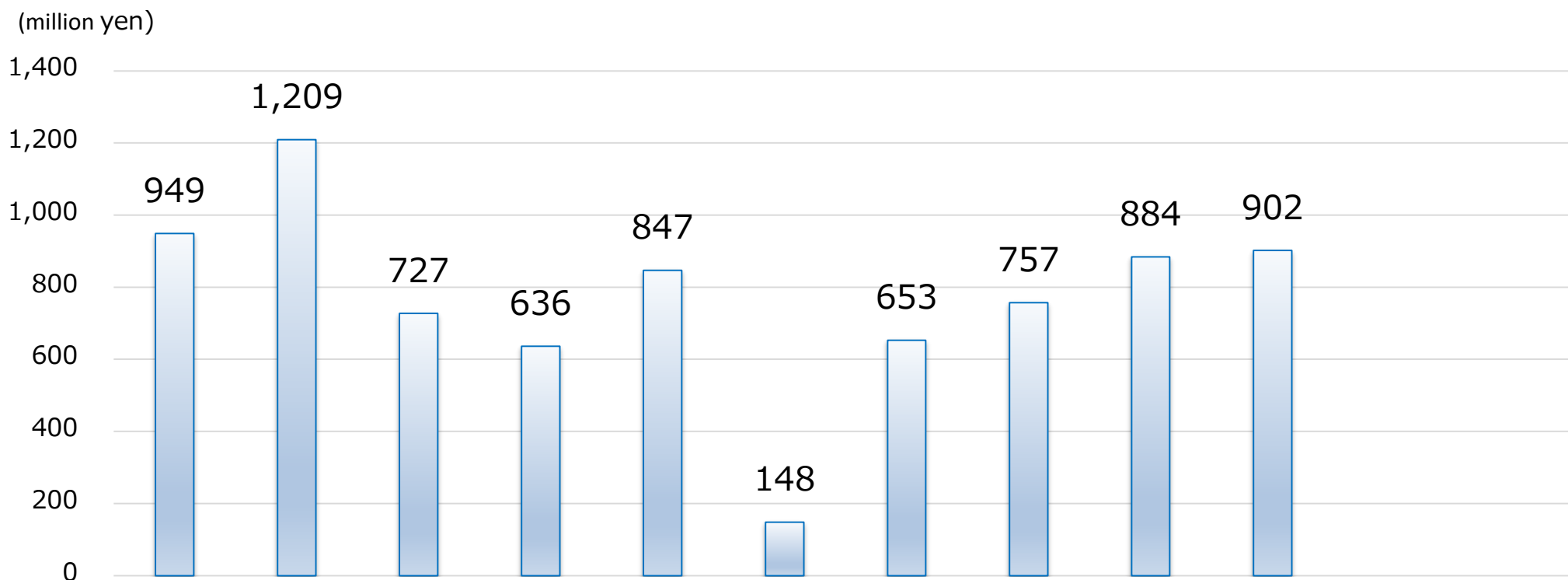
Semiconductors/LCDs Shipping Ratio by Country



# Analysis of Operating Profit (Year on year)



# Change of Quarterly Operating Profit

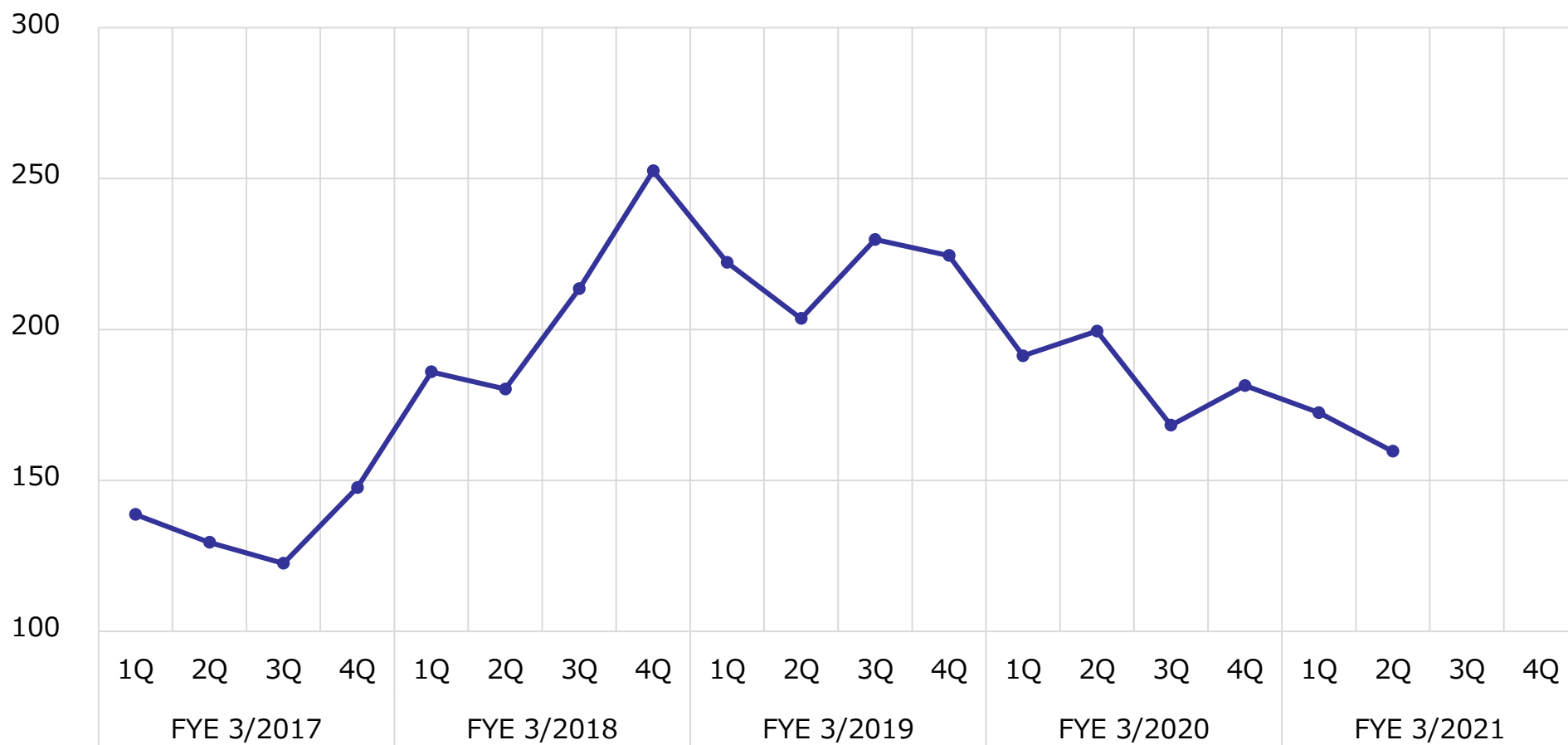


	FYE 3/2019				FYE 3/2020				FYE 3/2021			
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
Sales Revenue	10,134	9,323	9,275	9,649	9,733	7,406	7,591	8,998	8,222	8,389		
Operating Profit	949	1,209	727	636	847	148	653	757	884	902		
Operating Profit Margin	9.4%	13.0%	7.8%	6.6%	8.7%	2.0%	8.6%	8.4%	10.8%	10.8%		



# Transitions in Trade Statistics Value of Anhydrous Hydrofluoric Acid

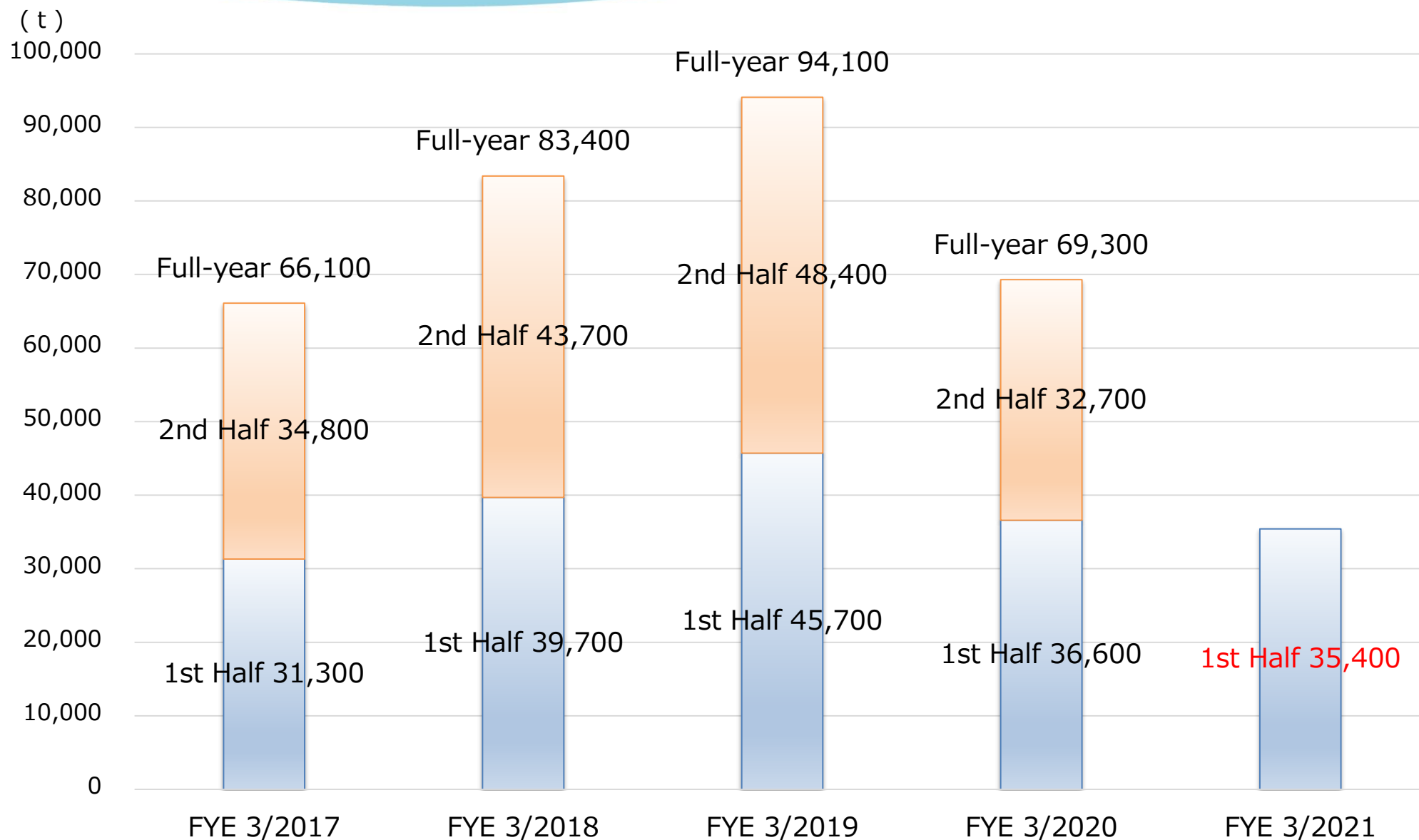
( yen/kg )



(yen/kg)	FYE 3/2017	FYE 3/2018	FYE 3/2019	FYE 3/2020	FYE 3/2021
Average Price	135	209	220	186	166

Source: Prepared by our company based on the Ministry of Finance's "Trade Statistics of Japan" (<http://www.customs.go.jp/toukei/info/>)

# Change of Shipping Volume of High-Purity Hydrofluoric Acid (Semiconductors and LCDs)



# Balance Sheet



(million yen)	FYE 3/2020 End-of-Year	Sep.30,2020	Increase/ Decrease	Percentage Increase/ Decrease
Assets	<b>53,216</b>	<b>51,460</b>	<b>-1,755</b>	<b>-3.3</b>
Cash and deposits	13,591	13,874	282	2.1
Operating receivables	8,137	8,344	207	2.5
Inventory assets	5,495	4,758	-737	-13.4
Property, plant, and equipment	22,794	22,018	-776	-3.4
Intangible assets	655	578	-76	-11.7
Liabilities	<b>18,487</b>	<b>16,484</b>	<b>-2,002</b>	<b>-10.8</b>
Operating liabilities	3,310	2,549	-761	-23.0
Interest-bearing liabilities	11,184	9,963	-1,220	-10.9
Net Assets	<b>34,729</b>	<b>34,975</b>	<b>246</b>	<b>0.7</b>
Equity capital	34,033	34,377	343	1.0
Liabilities and Net Assets	<b>53,216</b>	<b>51,460</b>	<b>-1,755</b>	<b>-3.3</b>

# Statement of Cash Flows

## Capital Expenditures, Depreciation & Amortization, Research & Development Expenses



(million yen)

### (1) Consolidated Statement of Cash Flows

	1st Half of FYE 3/2020	1st Half of FYE 3/2021
Cash Flows from Operating Activities	2,757	3,914
Cash Flows from Investing Activities	-1,294	-1,731
Free Cash Flows (Operating CF + Investment CF)	1,463	2,183
Cash Flows from Financing Activities	-844	-1,813
Net Increase (Decrease) in Cash and Cash Equivalents	583	267
Cash and Cash Equivalents, Beginning of Period	12,158	13,291
Cash and Cash Equivalents, End of Period	12,741	13,559

### (2) Capital Expenditures, Depreciation & Amortization, Research & Development Expenses

	1st Half of FYE 3/2020	1st Half of FYE 3/2021
Capital Expenditures	1,744	845
Depreciation & Amortization	1,646	1,599
Research & Development Expenses	775	382

# Financial Forecast



\* Released on Nov.6.2020

(million yen)	FYE 3/2021 Initial Forecast	FYE 3/2021 Revised Forecast*	Increase/ Decrease	Percentage Increase/ Decrease	FYE 3/2020 Actual
Sales Revenue	33,300	32,200	- 1,100	- 3.3	33,729
Operating Profit	1,900	3,150	1,250	65.8	2,407
Ordinary Profit	1,950	3,100	1,150	59.0	2,307
Profit Attributable to Owners of Parent	1,400	2,150	750	53.6	1,924
Earnings Per Share (yen)	108.41	167.61			149.00
Dividend (yen)	45	45	-	-	45
ROE (%)	4.0	6.2	2.2	55.0	5.8
Capital Expenditures	2,250	1,950	- 300	- 13.3	3,694
Depreciation & Amortization	3,130	3,020	- 110	- 3.5	3,236
Research & Development Expenses	1,560	870	- 690	- 44.2	1,513

# Forecast on Sales Revenue and Operating Profit by Business Segment

\* Released on Nov.6.2020

	Sales Revenue				Operating Profit			
(million yen)	FYE 3/2021 Initial Forecast	FYE 3/2021 Revised Forecast*	Percentage Increase/ Decrease	FYE 3/2020 Actual	FYE 3/2021 Initial Forecast	FYE 3/2021 Revised Forecast*	Percentage Increase/ Decrease	FYE 3/2020 Actual
High-Purity Chemical Business	28,670	27,880	- 2.8	29,058	2,420	3,500	44.6	2,897
Transportation Business	4,420	3,900	- 11.8	4,429	510	490	- 3.9	502
Medical Business	-	200	-	-	- 1,050	- 760	-	- 1,035
Other	210	220	4.8	241	20	20	-	36
Total	33,300	32,200	- 3.3	33,729	1,900	3,150	65.8	2,407

# Forecast on Sales Revenue of High-Purity Chemical Business (Breakdown)

\* Released on Nov.6.2020

(million yen)	FYE 3/2021 Initial Forecast	FYE 3/2021 Revised Forecast*	Increase/ Decrease	Percentage Increase/ Decrease	FYE 3/2020 Actual
Surface Treatment	1,300	900	− 400	− 30.8	1,525
Alternatives for CFCs	4,500	4,200	− 300	− 6.7	4,872
Batteries	2,290	1,980	− 310	− 13.5	2,576
Semiconductors/ LCDs	15,700	16,300	600	3.8	15,687
Semiconductor Devices	460	650	190	41.3	446
Catalysts	900	780	− 120	− 13.3	925
Gypsum	160	160	-	-	201
General Products	2,590	2,060	− 530	− 20.5	1,835
Other	770	850	80	10.4	988
Total	28,670	27,880	− 790	− 2.8	29,058

# Shareholder Return

Stella Chemifa's basic policy is to provide stable and continuous dividend payments, giving comprehensive consideration to factors including its financial condition and profit level. Retained earnings will be allocated to capital investment and R&D investment, and will be proactively utilized for future business development to enhance corporate value.

- ◆ FYE 3/2020      ● Annual dividend: 45 yen per share
- ◆ FYE 3/2021      ● Annual dividend forecast: 45 yen per share
- The Company repurchased 100,000 of its own shares, worth 260 million yen, in the first half of the current fiscal year.

