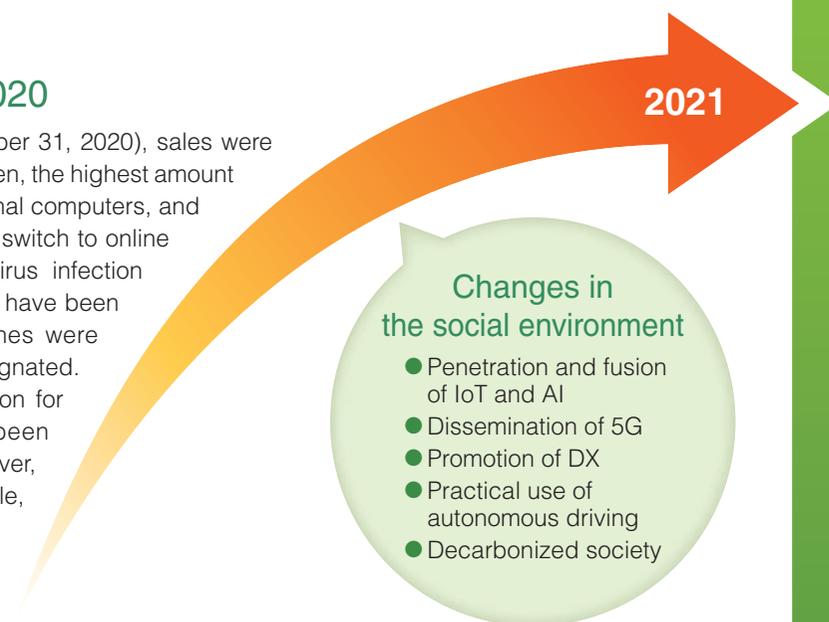


Summary of business activities in FY2020 and FY2021 outlook

Achieve sustainable growth through business activities

Summary of business activities in FY2020

Looking back on FY2020 (from January 1, 2020 to December 31, 2020), sales were 11,956 million yen and operating income was 2,370 million yen, the highest amount ever. We achieved this because demand for servers, personal computers, and tablets increased significantly in conjunction with the rapid switch to online operations triggered by the spread of the new coronavirus infection (hereinafter referred to as COVID-19), and related products have been performing well. On the other hand, sales of smartphones were sluggish worldwide, and hence sales of related products stagnated. Regarding the 5G market, which we have been focusing on for some time, I have the impression that progress has been somewhat delayed due to the effects of COVID-19. However, the Group's products are beginning to be used little by little, and we look forward to seeing steady growth in the future.



Changes in the social environment

- Penetration and fusion of IoT and AI
- Dissemination of 5G
- Promotion of DX
- Practical use of autonomous driving
- Decarbonized society

Outlook for 2021

Renewal of record high profits



Further expansion of needs of CZ Series of adhesion improvers

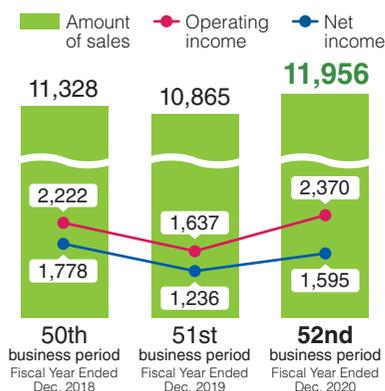
FY2021 consolidated business results (Expected)

| Sales | Operating income |
|-------------------------|------------------------|
| 13.6 billion yen | 3.1 billion yen |

Consolidated financial data

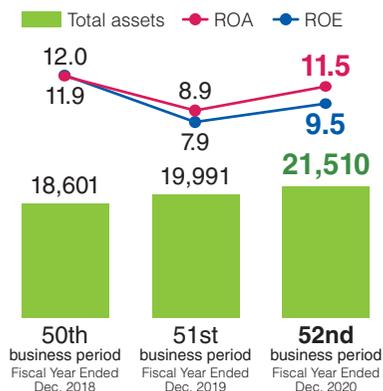
Amount of sales (million yen)

Operating income
Net income



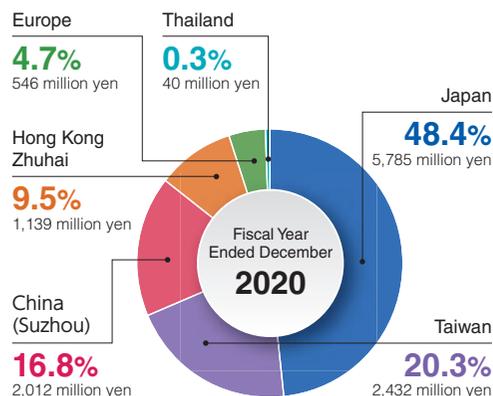
Total assets (million yen)

ROA (%)
ROE (%)



Sales by region (%)

Amount of sales (million yen)



In the electronics industry, the market is expanding against the backdrop of earnest efforts related to the IoT, AI, and 5G and strong demand. However, due to strong demand for semiconductors, there is a possibility that supply will become tighter, and we need to keep an eye on future trends. Given such an expected external environment, we at the Group believe that demand in our markets related to the electronics industry will get stronger. In particular, we expect sales of the CZ Series to increase against the backdrop of stronger demand for package substrates on which semiconductors are mounted. The EXE Series is mainly used for displays, and we are making sure we capture opportunities to have them adopted for HDI boards for smartphones. Based on the above, the Group's consolidated financial results for FY2021 are expected to be net sales of 13.6 billion yen (up 13.7% year on year) and operating income of 3.1 billion yen (up 30.8% year on year).

(As of July, 2021)