



August 13, 2020

Company Name: Mitsui Chemicals, Inc.  
(First Section of Tokyo Stock Exchange, Code: 4183)  
Representative: Osamu Hashimoto, President & CEO  
Contact: Junichi Inoue, Senior Director, Corporate Communication Division  
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### **Disclosure of Financial Results of Delisted Subsidiary ARRK CORPORATION**

Mitsui Chemicals, Inc. hereby announces the financial results of ARRK CORPORATION, which was delisted on July 30, 2020, for the first three months of the fiscal year ending March 31, 2021 as below.



**SUMMARY OF CONSOLIDATED FINANCIAL RESULTS**  
**For the Three Months Ended June 30, 2020**

August 13, 2020

Name of company : ARRK Corporation  
 URL : <https://www.ark.co.jp/>  
 Representative : Atsushi Komoriya, President & CEO  
 Contact : Toshihiro Ohmura, Executive Officer/Head of Admin (TEL) +81-6-6260-1040  
 Scheduled date of quarterly report filing : — Scheduled date for commencement of dividend payment: —  
 Supplementary materials on financial results : No  
 Presentation on financial results : No

(Notes) Figures are rounded-down to the nearest millions of yen

**1. Consolidated Financial Results for the Three Months Ended June 30, 2020**  
**(April 1, 2020 to June 30, 2020)**

**(1) Consolidated Operating Results**

(Notes) Percentage Figures Shown Year-on-year Changes

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to Owners of Parent	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
1Q Ended June 30, 2020	8,560	(21.6)	(1,138)	—	(1,252)	—	(1,438)	—
1Q Ended June 30, 2019	10,920	(0.9)	(73)	—	(73)	—	(333)	—

(Note) Comprehensive Income:  
 1Q Ended June 30, 2020: (2,084) million yen (—%)  
 1Q Ended June 30, 2019: (246) million yen (—%)

	Earnings Per Share	Diluted Earnings Per Share
	yen	yen
1Q Ended June 30, 2020	(3.56)	—
1Q Ended June 30, 2019	(0.83)	—

(Note) Diluted earnings per share is not presented, due to the fact there are no dilutive shares.

**(2) Consolidated Financial Position**

(Notes) Percentage Figures Shown Year-on-year Changes

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	millions of yen	millions of yen	%	yen
As of June 30, 2020	49,334	29,440	59.7	72.94
As of March 31, 2020	53,229	31,524	59.2	78.10

(Reference) Net Assets Excluding Non-controlling Interest:  
 As of June 30, 2020: 29,440 million yen  
 As of March 31, 2020: 31,524 million yen

**2. Dividends**

	Dividend Per Share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	yen	yen	yen	yen	yen
Year Ended March 31, 2019	—	0.00	—	0.00	0.00
Year Ending March 31, 2020	—				

**3. Forecast of Consolidated Operating Results for the Year Ending March 31, 2021**

ARRK decided at the meeting of the Board of Directors held on May 14, 2020 to conduct a share exchange in which ARRK would become the wholly-owned subsidiary of Mitsui Chemicals (effective date of August 1, 2020). This share exchange was approved by a resolution of its shareholders meeting held on June 26, 2020. Accordingly, ARRK does not disclose the forecast of consolidated operating results and dividends forecast for the year ending March 31, 2021 since the common shares of ARRK have been delisted from the first section of Tokyo Stock Exchange Inc. on July 30, 2020.

#### 4. Number of Shares Outstanding

(1) Issued Shares Including Treasury Shares			
As of June 30, 2020:	409,770,388	As of March 31, 2020:	409,770,388
(2) Number of Treasury Shares			
As of June 30, 2020:	6,154,967	As of March 31, 2020:	6,154,967
(3) Average Number of Issued Shares Outstanding			
As of June 30, 2020:	403,615,421	As of June 30, 2019:	403,424,521

## 5. Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
<b>Assets</b>		
Current assets		
Cash and deposits	15,824	15,563
Notes and accounts receivable - trade	13,252	10,425
Electronically recorded monetary claims - operating	1,074	893
Merchandise and finished goods	361	415
Work in process	1,678	1,461
Raw materials and supplies	849	797
Other	1,181	1,571
Allowance for doubtful accounts	(196)	(216)
Total current assets	34,026	30,912
Non-current assets		
Property, plant and equipment		
Buildings and structures	14,752	14,531
Accumulated depreciation	(5,816)	(5,942)
Buildings and structures, net	8,935	8,588
Machinery, equipment and vehicles	12,755	12,385
Accumulated depreciation	(8,350)	(8,271)
Machinery, equipment and vehicles, net	4,405	4,113
Tools, furniture and fixtures	4,472	4,450
Accumulated depreciation	(3,272)	(3,280)
Tools, furniture and fixtures, net	1,200	1,169
Land	2,614	2,561
Construction in progress	77	66
Total property, plant and equipment	17,233	16,500
Intangible assets		
Goodwill	603	571
Other	431	394
Total intangible assets	1,034	966
Investments and other assets		
Investment securities	123	119
Deferred tax assets	279	318
Other	491	479
Allowance for doubtful accounts	(8)	(8)
Total investments and other assets	885	908
Total non-current assets	19,153	18,375
Deferred assets		
Bond issuance costs	49	46
Total deferred assets	49	46
Total assets	53,229	49,334

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	3,148	2,139
Electronically recorded obligations - operating	68	39
Short-term borrowings	1,258	1,452
Current portion of bonds payable	284	284
Current portion of long-term borrowings	645	616
Lease obligations	954	894
Accounts payable - other	1,060	889
Income taxes payable	206	32
Accrued expenses	1,004	922
Advances received	2,729	2,579
Provision for bonuses	846	441
Other provisions	256	281
Other	1,334	1,636
Total current liabilities	13,797	12,208
Non-current liabilities		
Bonds payable	864	864
Long-term borrowings	1,925	1,776
Lease obligations	3,932	3,810
Deferred tax liabilities	270	367
Deferred tax liabilities for land revaluation	12	12
Provision for share-based remuneration	30	24
Other provisions	40	6
Retirement benefit liability	560	554
Other	270	268
Total non-current liabilities	7,907	7,685
Total liabilities	21,705	19,894
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,000	2,000
Capital surplus	11,658	11,658
Retained earnings	18,693	17,254
Treasury shares	(171)	(171)
Total shareholders' equity	32,180	30,741
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	0	1
Revaluation reserve for land	(160)	(160)
Foreign currency translation adjustment	(506)	(1,149)
Remeasurements of defined benefit plans	9	7
Total accumulated other comprehensive income	(655)	(1,301)
Total net assets	31,524	29,440
Total liabilities and net assets	53,229	49,334

## 6. Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Net sales	10,920	8,560
Cost of sales	8,783	7,604
Gross profit	2,137	955
Selling, general and administrative expenses	2,211	2,094
Operating loss	(73)	(1,138)
Non-operating income		
Interest income	9	3
Share of profit of entities accounted for using equity method	1	—
Foreign exchange gains	33	—
Reversal of allowance for doubtful accounts	2	2
Subsidy income	—	44
Other	18	6
Total non-operating income	65	58
Non-operating expenses		
Interest expenses	48	54
Amortization of bond issuance costs	3	3
Foreign exchange losses	—	60
Commission expenses	7	53
Share of loss of entities accounted for using equity method	—	0
Other	7	0
Total non-operating expenses	65	172
Ordinary loss	(73)	(1,252)
Extraordinary income		
Gain on sales of non-current assets	1	0
Gain on liquidation of subsidiaries and associates	—	13
Total extraordinary income	1	13
Extraordinary losses		
Loss on sales and retirement of non-current assets	5	3
Share exchange - related expenses	—	119
Total extraordinary losses	5	122
Loss before income taxes	(77)	(1,362)
Income taxes - current	67	21
Income taxes - deferred	187	54
Total income taxes	255	76
Loss	(333)	(1,438)
Loss attributable to owners of parent	(333)	(1,438)

## 7. Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Loss	(333)	(1,438)
Other comprehensive income		
Valuation difference on available-for-sale securities	(5)	0
Foreign currency translation adjustment	85	(638)
Remeasurements of defined benefit plans, net of tax	4	(2)
Share of other comprehensive income of entities accounted for using equity method	1	(4)
Total other comprehensive income	86	(645)
Comprehensive income	(246)	(2,084)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(246)	(2,084)