

FY2015 Consolidated Financial Results (Japan GAAP)

May 12, 2016
Common Stock Listings: Tokyo and Nagoya

Company name: Kikusui Chemical Industries Co., LTD.
Code no.: 7953 URL: <http://www.kikusui-chem.co.jp/ir/en/index.html>
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Scheduled date of ordinary general shareholders meeting: June 29, 2016

Scheduled date of payment of cash dividends: June 30, 2016

Scheduled date of filing securities report: June 29, 2016

Supplementary materials for financial results: No

Quarterly results briefing: No

(Amounts less than one million yen are rounded down.)

1. Consolidated Financial Results for FY2015 (April 1, 2015 through March 31, 2016)

(1) Consolidated Operating Results (fiscal year-to-date)

(Percentage figures represent year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
FY2015	21,961	4.7	572	(37.3)	623	(32.7)	392	50.1
FY2014	20,975	(1.3)	913	17.2	925	12.6	261	(42.1)

Note: Comprehensive income: 223 million yen < (48.0%) > for FY2015, 430 million yen < (13.2%) > for FY2014

	Earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary income to assets	Ratio of operating income to net sales
	yen	yen	%	%	%
FY2015	31.43	—	4.1	3.7	2.6
FY2014	23.74	—	3.0	5.6	4.4

Reference: Equity in earnings (losses) of affiliates: -million yen for FY2015, -million yen for FY2014

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
FY2015	16,804	9,613	56.4	758.20
FY2014	16,809	9,473	56.4	759.43

Reference: Owner's equity: 9,484 million yen for FY2015, 9,473 million yen for FY2014

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	million yen	million yen	million yen	million yen
FY2015	(178)	(1,098)	(14)	3,632
FY2014	378	402	651	4,928

2. Dividends

	Annual cash dividends per share					Total cash dividends (Annual) (million yen)	Payout ratio (Consolidated) (%)	Dividends per net assets (Consolidated) (%)
	At 1st quarter end (yen)	At 2nd quarter end (yen)	At 3rd quarter end (yen)	At fiscal year end (yen)	Total (yen)			
FY2014		5.00		11.00	16.00	200	67.4	2.1
FY2015		7.00		9.00	16.00	200	50.9	2.1
FY2016 forecast	—	7.00	—	9.00	16.00		50.2	

3. Forecast of Consolidated Operating Results for FY2016 (April 1, 2016 through March 31, 2017)

(Percentage figures represent year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
FY2016 1st half	11,060	4.8	235	(36.9)	249	(36.4)	149	(36.8)	11.97
FY2016	23,120	5.3	621	8.6	648	4.1	398	1.3	31.85

* Notes

(1) Significant changes in scope of consolidation: Applicable

Newly consolidated companies: Kikusui Hongkong CO., Ltd.

: Kikusui building material technologies (Changshu) Co.,Ltd

Exclude:-

(2) Changes in accounting principles and estimates, and retrospective restatement

i. Changes in accounting policies due to amendment of accounting standard: Applicable

ii. Changes in accounting policies other than (i) above: None

iii. Changes in accounting estimates: None

iv. Retrospective restatement: None

(3) Number of shares issued (common stock)

i. Number of shares issued at end of period (including treasury stock)	FY2015	12,744,054	FY2014	12,744,054
ii. Number of shares of treasury stock at end of period	FY2015	234,893	FY2014	269,793
iii. Average number of shares issued during period	FY2015	12,500,692	FY2014	11,027,453

(Reference) Nonconsolidated Financial Results

1. Nonconsolidated Financial Results for FY2015 (April 1, 2015 through March 31, 2016)

(1) Nonconsolidated Operating Results

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FY2015	21,067	4.5	592	(35.6)	640	(32.3)	407	47.2
FY2014	20,166	(3.2)	919	22.1	946	18.6	277	(39.2)

	Earnings per share		Diluted earnings per share	
	yen	yen	yen	yen
FY2015	32.63			
FY2014	25.12			

(2) Nonconsolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
FY2015	16,169	9,533	59.0	762.15
FY2014	16,244	9,460	58.2	758.37

Reference: Owner's equity: 9,533 million yen for FY2015, 9,460 million yen for FY2014

2. Forecast of Nonconsolidated Operating Results for FY2016 (April 1, 2016 through March 31, 2017)

(Percentage figures represent year-on-year changes.)

	Net sales		Ordinary income		Net income		Earnings per share
	million yen	%	million yen	%	million yen	%	yen
FY2016 1st half	10,539	4.2	280	(28.4)	174	(26.8)	13.95
FY2016	21,835	3.6	683	6.8	433	6.1	34.64

● Implementation status of financial audit

This report on financial results is exempt from audit procedures under the Financial Instruments and Exchange Act of Japan. As of the release of this report, an audit of financial statements pursuant to the law is in progress.

● Appropriate use of forecasts

The operating result forecast and other forward-looking statements contained in this report are based on information currently available to the Company and certain assumptions the Company considers reasonable. Final results may differ significantly from forecasts due to a variety of factors.