

FY2016 Consolidated Financial Results (Japan GAAP)

May 12, 2017
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, 2017

Scheduled date of payment of cash dividends: June 30, 2017

Scheduled date of filing securities report: June 29, 2017

Supplementary materials for financial results: No

Quarterly results briefing: No

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

1. Consolidated Financial Results for FY2016 (April 1, 2016 through March 31, 2017)

(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	%
FY2016	20,511	(6.6)	213	(62.7)	287	(53.9)	209	(46.6)
FY2015	21,961	4.7	572	(37.3)	623	(32.7)	392	50.1

Note: Comprehensive income: 182 million yen < (18.2%) > for FY2016, 223 million yen < (48.0%) > for FY2015

	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	%	%	%
FY2016	16.77	—	2.2	1.7	1.0
FY2015	31.43	—	4.1	3.7	2.6

Reference: Equity in earnings (losses) of affiliates: -million yen for FY2016, -million yen for FY2015

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
FY2016	17,201	9,595	55.1	787.60
FY2015	16,804	9,613	56.4	758.20

Reference: Owner's equity: 9,476 million yen for FY2016, 9,484 million yen for FY2015

(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
FY2016	446	(1,085)	467	3,356
FY2015	(178)	(1,098)	(14)	3,632

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)			
FY2015	—	7.00	—	9.00	16.00	200	50.9	2.1
FY2016	—	7.00	—	9.00	16.00	200	95.4	2.1
FY2017 forecast	—	7.00	—	9.00	16.00		74.1	

3. Forecast of Consolidated Operating Results for FY2017 (April 1, 2017 through March 31, 2018)

(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
FY2017 1st half	10,760	10.6	113	99.0	128	59.1	47	(17.2)	3.75
FY2017	22,860	11.5	431	102.1	455	58.3	270	28.7	21.58

* Notes

(1) Significant changes in scope of consolidation: Applicable

Newly consolidated companies: - Exclude:-

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

i. Changes in accounting policies due to amendment of accounting standard: None

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)	FY2016	12,744,054	FY2015	12,744,054
ii. Number of shares of treasury stock at end of period	FY2016	234,893	FY2015	234,893
iii. Average number of shares issued during period	FY2016	12,509,161	FY2015	12,500,692

(Reference) Nonconsolidated Financial Results

1. Nonconsolidated Financial Results for FY2016 (April 1, 2016 through March 31, 2017)

(1) Nonconsolidated Operating Results

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FY2016	19,619	(6.9)	217	(63.2)	270	(57.8)	201	(50.7)
FY2015	21,067	4.5	592	(35.6)	640	(32.3)	407	47.2

	Earnings per share		Diluted earnings per share	
	yen	yen	yen	yen
FY2016	16.08	—	—	—
FY2015	32.63	—	—	—

(2) Nonconsolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
FY2016	16,605	9,650	58.1	771.48
FY2015	16,169	9,533	59.0	762.15

Reference: Owner's equity: 9,650 million yen for FY2016, 9,533 million yen for FY2015

2. Forecast of Nonconsolidated Operating Results for FY2017 (April 1, 2017 through March 31, 2018)

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

	Net sales		Ordinary income		Net income		Earnings per share
	million yen	%	million yen	%	million yen	%	yen
FY2017 1st half	10,145	9.1	132	100.5	59	46.9	4.71
FY2017	21,290	8.5	405	49.8	231	14.8	18.46

- **This report is exempt from the audit procedure**

- **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.