

FY2018 Second Quarter Consolidated Financial Results (Japan GAAP)

November 14, 2018
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 filing quarterly securities report: November 14, 2018
Scheduled date of payment of cash dividends: December 6, 2018
Supplementary materials for quarterly financial results: No
Quarterly results briefing: No

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

1. Consolidated Financial Results for FY2018 Second Quarter (April 1, 2018 through September 30, 2018)

(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	%
FY2018 2Q	10,136	1.4	106	(31.8)	110	(26.5)	42	(40.2)
FY2017 2Q	9,996	2.8	156	175.4	150	87.3	70	24.3

Note: Comprehensive income: 22 million yen <(88.0%)> for FY2018 2Q, 189 million yen <—%> for FY2017 2Q

	Earnings per share	Diluted earnings per share
	yen	yen
FY2018 2Q	3.36	—
FY2017 2Q	5.63	—

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	million yen	million yen	%
FY2018 2Q	17,874	9,548	52.8
FY2017	18,323	9,638	52.0

Reference: Owner's equity: 9,437 million yen for FY2018 2Q, 9,519 million yen for FY2017

Note: Partial Amendments to Accounting Standards for Tax Effect Accounting (ASBJ Statement No. 28, February 16, 2018) etc. have been applied effective from the first quarter of this fiscal year. March 31, 2018 figures in the Consolidated Financial Position are retroactively adjusted for the revised standards.

2. Dividends

	Annual cash dividends per share				
	At 1st quarter end	At 2nd quarter end	At 3rd quarter end	At fiscal year end	Total
	yen	yen	yen	yen	yen
FY2017	—	7.00	—	9.00	16.00
FY2018	—	7.00			
FY2018 forecast			—	9.00	16.00

Note: Revision to the most recently announced dividend forecast: None

3. Forecast of Consolidated Operating Results for FY2018 (April 1, 2018 through March 31, 2019)

(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
FY2018	21,970	6.0	330	165.9	306	109.3	65	102.9	5.19

Note: Revision to the most recently announced forecast of consolidated operating results: None

* **Notes**

(1) Significant changes in scope of consolidation: None

Newly consolidated companies: - Exclude:-

(2) Use of accounting methods specifically for the preparation of the quarterly consolidated financial statements:

Applicable

(3) 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

(4) Number of shares issued (common stock)

i. Number of shares issued at end of period (including treasury stock)	FY2018 2Q	12,744,054	FY2017	12,744,054
ii. Number of shares of treasury stock at end of period	FY2018 2Q	234,895	FY2017	234,893
iii. Average number of shares issued during period	FY2018 2Q	12,509,160	FY2017 2Q	12,509,161

* **This report is exempt from the quarterly audit procedure by certified public accountants and auditing firms**

* **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.