

Condensed Consolidated Financial Information

(Japanese Standard)
For the Six Months
Ended Sept. 30, 2015

(April 1, 2015 through Sept. 30, 2015)

Note: The English version of these financial results contains key items only. The English version of the financial statements is provided for reference purposes only and is based on the original Japanese version, which takes precedence. In the event that a difference in interpretation arises, please refer to the original Japanese version.

SANYO CHEMICAL INDUSTRIES, LTD.

URL <http://www.sanyo-chemical.co.jp>

Cautionary Statement with Respect to Forward-Looking Statement

This financial information contains forward-looking statements that are based on Sanyo Chemical Group's current plans, strategies and results. These forward-looking statements were formulated by managers based on currently-available information, however actual results may vary significantly depending on the economic environment where Sanyo Chemical Group conduct its business, competitive conditions, changes in the states of product development, relevant laws and regulations, and fluctuations in the currency exchange rate. Moreover, the factors that can affect these forward-looking statements are not limited to those listed here.

The following summary of the business results that Sanyo Chemical Group submitted Tokyo Stock Exchange is unaudited and for reference only.

Ticker code: 4471

Consolidated Financial Highlights

1-1. Results of Operations

	Six months ended Sept. 30,			
	2015		2014	
	Millions of Yen	Change	Millions of Yen	Change
Net sales	78,433	(4.7%)	82,317	2.6%
Operating income	6,019	77.0%	3,400	(17.2%)
Ordinary income	6,528	70.3%	3,834	(24.1%)
Profit attributable to owners of parent	3,599	58.0%	2,277	(22.3%)
Comprehensive income	2,326	(5.8%)	2,469	(64.6%)

	Six months ended Sept. 30,	
	2015	2014
	Yen	Yen
Net income per share	32.64	20.65
Net income per share, diluted	-	-

1-2. Financial Conditions

	As of Sept. 30,		As of March 31,	
	2015		2015	
	Millions of Yen		Millions of Yen	
Total assets	175,511		181,029	
Net assets	118,992		117,688	
Shareholders' equity ratio	64.3%		61.8%	
Shareholders' equity	112,837		111,827	

2. Cash Dividend

	Year ended March 31,		
	2015	2016	2016 (Forecast)
	Yen	Yen	Yen
Cash dividend per share			
1Q (as of June 30)	-	-	
2Q (as of Sept. 30)	7.50	8.00	
3Q (as of Dec. 31)	-		-
4Q (as of March 31)	8.00		8.00
Total	15.50		16.00

[Note] Revision of the latest forecasts of cash dividends announced: None

3. Earnings Forecasts

	Year ended March 31,	
	2016	
	Millions of Yen	Change
Net sales	158,000	(5.4%)
Operating income	12,000	34.2%
Ordinary income	13,000	26.5%
Net income	7,500	27.6%

	Year ended March 31,	
	2016	
	Yen	
Net income per share	68.02	

[Note] Revisions of the latest forecasts for consolidated operating results announced: Yes

Notes:

1. Amounts are rounded down to the nearest million.
2. The percentage change is year-on-year change compared with the same period of the previous fiscal year.
3. The computations of net income per share of common stock are based on the weighted average number of shares outstanding during each period.

4. Notes

(1) Significant changes in subsidiaries during the period under review (changes in specific subsidiaries causing a change in the scope of consolidation): None

(2) Application of special accounting methods for the preparation of consolidated quarterly financial statements: Yes

(Note) See Page 8, "2. Matters related to Summary Information (Notes), (2) Application of special accounting methods for the preparation of consolidated quarterly financial statements" for more information.

(3) Changes in accounting policies, changes in accounting estimates, and restatements

- a. Changes in accounting policies associated with revised accounting standards, etc.: Yes
- b. Changes in accounting policies other than a. above: None
- c. Changes in accounting estimates: None
- d. Restatements: None

(4) Number of shares issued (common stock)

a. Number of shares issued at the end of the period (including treasury shares)	
End of six months (Sept. 30, 2015):	117,673,760 shares
End of previous period (March 31, 2015):	117,673,760 shares
b. Treasury shares at the end of the period	
End of six months (Sept. 30, 2015):	7,416,499 shares
End of previous period (March 31, 2015):	7,411,647 shares
c. Average number of shares (cumulative for the quarter)	
Reporting six months (ended Sept. 30, 2015):	110,259,872 shares
Previous six months (ended Sept. 30, 2014):	110,270,441 shares

*Disclosure of Implementation Status of Quarterly Review Procedures

This quarterly financial report is not subject to quarterly review procedures under Japan's Financial Instruments and Exchange Law.

*Explanation of appropriate use of business performance forecasts

The above forecasts are based on data available as of the date of release of this document as well as assumptions based on uncertain factors, which might have a material effect on Sanyo Chemical's performance in the future. Therefore, Sanyo Chemical cannot guarantee that it will achieve the results. Actual earnings may differ significantly due to various factors. See Quarterly Financial Report (attachments) Page 7, "1. Qualitative Information Concerning Quarterly Business Performance for the Six Months Ended Sept. 30, 2015, (3) Qualitative Information Concerning Future Forecast such as Consolidated Earnings Forecasts" for more information regarding the circumstances behind the assumptions used in earnings forecasts and matters to be noted when relying on earnings forecasts.

*The Accounting Standard for Business Combinations (ASBJ Statement No.21, September 13, 2013) was applied from the period of the first quarter of this consolidated fiscal year. Sanyo Chemical has changed expression of net income to profit attributable to owners of parent.

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1. Qualitative Information Concerning Quarterly Business Performance for the Six Months Ended Sept. 30, 2015

(1) Qualitative Information Concerning Consolidated Business Results

During the first six months (April 1, 2015 through Sept. 30, 2015) of the current fiscal year, the Japanese economy is partly seen a bearish tendency such as a weakness of recovery in export situation and private consumption and a downturn in capacity investment, and its recover remains slowly. On the other hand, the outlook for the circumstance surrounding Japan remains unclear amid the stagnation such as a slowdown of Chinese economic expansion and a destabilization of international financial market despite a continued economic recovery in the United States.

In the chemical industry, favorable business environment has continued: raw material costs remained at a low level and depreciation of the yen has continued, etc.

Under these circumstances, net sales in the first six months of the current fiscal year decreased by 4.7% from the same period of the previous fiscal year, to ¥78,433 million mainly by appropriate sales price to respond to a fall in raw materials costs. In terms of profit, however, Sanyo Chemical Group recorded increases from the same period of the previous fiscal year because of depreciation of the yen, a fall in raw material costs and cost down measurement, and other factors. As a result, operating income was ¥6,019 million (a 77.0% increase from the same period of the previous fiscal year), and ordinary income was ¥6,528 million (a 70.3% increase). Profit attributable to owners of parent was ¥3,599 million (a 58.0% increase).

Results by product group (segment) were as follows.

Note: From the first three months of the current fiscal year, in order to evaluate segment performances more appropriately, cost allocation rules were changed. Operating income of each segment in the second quarter of previous fiscal year was reclassified based on the changed cost allocation rules, and compared with current one.

Toiletries and Health Care

Sales in the Toiletries segment remained unchanged mainly because of sales expansion of the new surfactants for household detergents, though demand for parts of surfactants using for liquid detergents and hair care products decreased.

In Health Care segment, sales decreased substantially because of appropriate sales price to respond to a fall in raw materials costs and overseas fierce price competition, though domestic and overseas demand for superabsorbent polymers remained steadily.

As a result, total net sales in this segment decreased by 8.8% from the same period of the previous fiscal year, to ¥29,637 million. Operating income was ¥2,404 million (a 57.7% increase).

Petroleum and Automotives

In Petroleum and Automotives segment, sales remained unchanged because sales of raw materials for polyurethane foams used in automobile seats and other applications remained flat due to decrease of domestic automobile production and appropriate sales price to respond to a fall in raw materials costs despite steady sales expansion of new products of thermoplastic polyurethane beads for the interior parts of automobiles. In addition, demand for lubricating oil additives was stagnant.

As a result, total net sales in this segment decreased by 2.7% from the same period of the previous fiscal year, to ¥19,164 million. However, operating income recorded significant increases and was ¥922 million (a 134.7% increase).

Plastics and Textiles

In Plastics segment, sales increased briskly because of sales expansion of permanent antistatic agents, which are used for the transport tray in the production of electronic components and for medical device overseas, and substantial sales increases of surfactants used in the rubber, plastic etc manufacturing process.

The Textiles segment recorded decrease substantially in sales mainly because of weakening demand for fiberglass agents, a reduction in demand for carbon fiber agents and agents used in textile manufacturing processes including seat belt and tire cord yarns due to a stagnation in Chinese market.

As a result, total net sales in this segment decreased by 0.4% from the same period of the previous fiscal year, to ¥10,717 million. Operating income was ¥1,566 million (a 34.8% increase).

Information and Electrics/Electronics

Sales in the Information segment were flat. This was mainly because overseas production of pulverized toner resins was stopped, though demand for polyester beads as a core component of polymerization toners increased strongly.

Sales in the Electrics/Electronics segment weakly decreased. This was mainly because demand for pressure-sensitive adhesives using for electronic components and flat panel display (FPD) resins decreased, though demand for electrolytes for aluminum electrolytic capacitors increased favorably.

As a result, total net sales in this segment decreased by 3.2% from the same period of the previous fiscal year, to ¥9,621 million. Operating income was ¥704 million (a 199.6% increase).

Environmental Protection, Construction and Others

In the Environmental Protection, cationic monomer of polymer flocculant material increased in sales, though the market of polymer flocculant remained slow.

Sales of Construction segment remained flat. This was mainly because sales of raw materials of building sealants decreased substantially due to a fall in their domestic market prices despite their steady demand and raw materials of polyurethane foams used in furniture and heat insulating materials increased briskly mainly in overseas sales.

As a result, total net sales in this segment decreased by 1.4% from the same period of the previous fiscal year, to ¥9,293 million. Operating income was ¥421 million (a 397.6% increase).

(2) Qualitative Information Concerning Consolidated Financial Position

The Group's financial position at the end of this first six-month period was as follows:

Total assets decreased by ¥5,518 million compared to the previous consolidated fiscal year end due to decrease of notes and accounts receivable-trade owing to a decline in sales, amounting to ¥175,511 million.

Net assets increased by ¥1,304 million from the previous consolidated fiscal year end, to ¥118,992 million. Our shareholder's equity ratio increased by 2.5 percentage point from the previous consolidated fiscal year end, to 64.3%.

Cash and cash equivalents ("Cash") as of the end of this first six months of the current consolidated fiscal year amounted to ¥17,915 million. This marked an increase of ¥1,898 million compared to the end of the previous consolidated fiscal year (cash increased by ¥437 million during the same period of the previous fiscal year).

The cash flow movements during the period and the factors influencing them were as follows:

Cash Flows from Operating Activities

Net cash provided by operating activities amounted to ¥12,889 million (¥5,775 million in net cash provided during the same period of the previous fiscal year). This result was mainly due to the cash inflow from income before income taxes and minority interests of ¥6,204 million, depreciation and amortization of ¥4,368 million, and the decrease in notes and accounts receivable-trade of ¥3,560 million, which outweighed the outflow from the decrease in notes and accounts payable-trade of ¥1,481 million and the decrease in income taxes paid of ¥1,062 million.

Cash Flows from Investing Activities

Net cash used in investing activities amounted to ¥5,765 million (¥3,775 million in net cash used during the same period of the previous fiscal year). This result was mainly due to cash outlays of ¥5,638 million for fixed assets.

Cash Flows from Financing Activities

Net cash used in financing activities amounted to ¥5,302 million (¥1,259 million in net cash used during the same period of the previous fiscal year). This result was mainly due to cash outlays of ¥4,010 million (net) decrease in short-term loans and ¥882 million in cash dividends paid.

(3) Qualitative Information Concerning Future Forecast such as Consolidated Earnings Forecasts

Taking into consideration our performance in the six months, most recent falling raw material and fuel costs, currency movement experiencing the recent depreciation of the yen and other factors, the consolidated net sales is expected to fall below and the consolidated income is expected to exceed, compared to the forecast released by the preceding Company at the April 30, 2015 announcement of business results. Accordingly, we have revised our full consolidated fiscal year forecast.

(Full year)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income Per Share (Yen)
Previous forecast announced on April. 30, 2015 (A)	165,000	11,000	11,500	7,000	63.49
Current forecast announced on Oct. 30, 2015 (B)	158,000	12,000	13,000	7,500	68.02
Difference (B – A)	(7,000)	1,000	1,500	500	-
Change (%)	(4.2)	9.1	13.0	7.1	-
Previous term's figures (Fiscal year 2014)	167,045	8,944	10,278	5,876	53.29

Note: These earnings forecasts were based on information available at the time announced. Actual earnings may differ due to various factors occurring in the future.

(4) Establishment of New Company

We will establish a new company in Malaysia as production base following the ones in Japan and China, to meet the expected further growth of superabsorbent polymers.

Company name	SDP GLOBAL (MALAYSIA) SDN.BHD.
Beginning of operation	The second quarter of 2018
Total construction cost	11,000 millions yen

2. Matters Related to Summary Information (Notes)

(1) Significant changes in subsidiaries during the period under review

None

(2) Application of special accounting methods for the preparation of consolidated quarterly financial statements

After applying tax effect accounting to income before income taxes and minority interests for the fiscal year, which includes the six months under review, we make a reasonable estimate of the effective tax rate and multiply income before income taxes and minority interests by that estimated effective tax rate. Furthermore, income tax adjustments are included in the presentation of income taxes.

(3) Changes in accounting policies, changes in accounting estimates, and retrospective restatements

Changes in Accounting Policy

[Application of accounting standard for business combinations]

The “Accounting Standard for Business Combinations” (Accounting Standards Board of Japan (ASBJ) Statement No. 21, 13 September 2013, hereinafter the “Business Combinations Standard”), the “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, 13 September 2013, hereinafter the “Consolidated Financial Statements Standard”), the “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, 13 September 2013, hereinafter the “Business Divestitures Standard”) and others have been applied since the first three months of this consolidated fiscal year. Accordingly, the Company’s accounting policies have been changed; the difference arising from a change in ownership interest in a subsidiary when the Company continues to have control is recorded as capital surplus, acquisition-related costs are recognized as expenses in the consolidated fiscal year when they are incurred. Also, regarding business combinations to be performed at and after the beginning of the first three months of this consolidated fiscal year, a method was changed with regard to the retrospective adjustment of the purchase price allocation based on provisional accounting applicable to the quarterly consolidated financial statements of the fiscal period in which the business combination occurred. In addition, the Company has changed expression of net income, etc. and changed minority interests to non-controlling interests. To reflect these changes in presentation, the quarterly consolidated financial statements and consolidated financial statements in the previous fiscal year have been reclassified.

In accordance with transitional treatments stipulated in Paragraph 58-2 (4) of the Business Combinations Standard, Paragraph 44-5 (4) of the Consolidated Financial Statements Standard, and Paragraph 57-4 (4) of the Business Divestitures Standard, the Business Combinations Standard and others have been applied from the beginning of this consolidated fiscal year.

The effect in the quarterly consolidated financial statements as a result of the adoption of these accounting standards is no impact in this first six months of consolidated fiscal year.

3. Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheets

	Millions of Yen	
	As of Mar. 31, 2015	As of Sept. 30, 2015
Assets		
Current assets		
Cash and deposits	16,016	17,915
Notes and accounts receivable-trade	45,733	42,257
Merchandise and finished goods	12,940	10,561
Semi-finished goods	3,192	3,237
Work in process	516	351
Raw materials and supplies	3,814	4,147
Deferred tax assets	1,105	1,117
Other	1,230	1,315
Allowance for doubtful accounts	(39)	(37)
Total current assets	84,510	80,865
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,738	17,442
Machinery, equipment and vehicles, net	25,655	24,213
Land	8,829	8,825
Construction in progress	5,578	7,193
Other, net	1,963	1,823
Total property, plant and equipment	58,766	59,498
Intangible assets		
Software	826	725
Goodwill	1,068	1,001
Other	505	504
Total intangible assets	2,400	2,231
Investments and other assets		
Investment securities	33,315	30,350
Long-term loans receivable	2	3
Deferred tax assets	320	322
Net defined benefit asset	732	1,224
Other	1,016	1,050
Allowance for doubtful accounts	(35)	(35)
Total investments and other assets	35,353	32,915
Total non-current assets	96,519	94,645
Total assets	181,029	175,511

	Millions of Yen	
	As of Mar. 31, 2015	As of Sept. 30, 2015
Liabilities		
Current liabilities		
Notes and accounts payable-trade	26,153	24,763
Short-term loans payable	13,829	9,884
Current portion of long-term loans payable	879	1,045
Accrued expenses	2,977	3,130
Income taxes payable	651	1,226
Provision for bonuses	1,921	1,814
Provision for directors' bonuses	91	53
Notes payable-facilities	804	1,291
Other	4,959	3,099
Total current liabilities	52,266	46,308
Non-current liabilities		
Long-term loans payable	3,784	3,340
Deferred tax liabilities	5,342	5,123
Provision for directors' retirement benefits	382	374
Net defined benefit liability	540	516
Other	1,026	854
Total non-current liabilities	11,074	10,209
Total liabilities	63,341	56,518
Net assets		
Shareholders' equity		
Capital stock	13,051	13,051
Capital surplus	12,194	12,194
Retained earnings	75,000	77,717
Treasury shares	(5,722)	(5,726)
Total shareholders' equity	94,523	97,236
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	13,601	11,589
Foreign currency translation adjustment	3,328	3,624
Remeasurements of defined benefit plans	374	387
Total accumulated other comprehensive income	17,303	15,601
Non-controlling interests	5,860	6,155
Total net assets	117,688	118,992
Total liabilities and net assets	181,029	175,511

(2) Consolidated Statements of Income and Comprehensive Income

(2)- (1) Consolidated Statements of Income

(Cumulative six months of the consolidated fiscal year)

	Millions of Yen	
	Six months ended Sept. 30,	
	2014	2015
Net sales	82,317	78,433
Cost of sales	68,770	61,775
Gross profit	13,546	16,657
Selling, general and administrative expenses	10,146	10,638
Operating income	3,400	6,019
Non-operating income		
Interest income	53	37
Dividend income	250	323
Share of profit of entities accounted for using equity method	335	166
Real estate rent	154	145
Foreign exchange gains	79	68
Other	22	51
Total non-operating income	894	792
Non-operating expenses		
Interest expenses	143	110
Rent cost of real estate	32	32
Loss on abandonment of inventories	205	69
Other	80	70
Total non-operating expenses	461	283
Ordinary income	3,834	6,528
Extraordinary income		
Gain on sales of investment securities	2	—
Insurance income	15	6
Other	—	1
Total extraordinary income	18	7
Extraordinary loss		
Loss on retirement of non-current assets	329	330
Other	2	2
Total extraordinary losses	331	332
Income before income taxes and minority interests	3,520	6,204
Income taxes	947	2,263
Profit	2,573	3,940
Profit attributable to non-controlling interests	296	341
Profit attributable to owners of parent	2,277	3,599

(2)- (2) Consolidated Statements of Comprehensive Income
(Cumulative six months of the consolidated fiscal year)

	Millions of Yen	
	Six months ended Sept. 30,	
	2014	2015
Profit	2,573	3,940
Other comprehensive income		
Valuation difference on available-for-sale securities	890	(2,011)
Remeasurements of defined benefit plans, net of tax	45	12
Foreign currency translation adjustment	(1,039)	384
Total other comprehensive income	(104)	(1,614)
Comprehensive income	2,469	2,326
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	2,395	1,896
Comprehensive income attributable to non-controlling interests	74	429

(3) Consolidated Statements of Cash Flows

	Millions of Yen	
	Six months ended Sept. 30,	
	2014	2015
Cash flows from operating activities		
Income before income taxes and minority interests	3,520	6,204
Depreciation	4,607	4,368
Loss on retirement of non-current assets	329	329
Amortization of goodwill	66	66
Increase (decrease) in provision for bonuses	(67)	(107)
Changes in net defined benefit asset and liability	(399)	(496)
Increase (decrease) in provision for directors' retirement benefits	(268)	(7)
Increase (decrease) in provision for directors' bonuses	(39)	(37)
Interest and dividend income	(303)	(360)
Interest expenses	143	110
Share of (profit) loss of entities accounted for using equity method	(335)	(166)
Loss (gain) on sales of investment securities	(2)	—
Decrease (increase) in notes and accounts receivable - trade	(546)	3,560
Decrease (increase) in inventories	(419)	2,224
Increase (decrease) in notes and accounts payable - trade	1,289	(1,481)
Other, net	(775)	(781)
Subtotal	6,799	13,425
Interest and dividend income received	486	643
Interest expenses paid	(142)	(116)
Income taxes paid	(1,367)	(1,062)
Net cash provided by (used in) operating activities	5,775	12,889

	Millions of Yen	
	Six months ended Sept. 30,	
	2014	2015
Cash flows from investing activities		
Purchase of non-current assets	(3,800)	(5,638)
Purchase of investment securities	(1)	(1)
Proceeds from sales of investment securities	45	—
Collection of loans receivable	0	—
Other, net	(20)	(125)
Net cash provided by (used in) investing activities	(3,775)	(5,765)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(845)	(4,010)
Proceeds from long-term loans payable	1,036	169
Repayments of long-term loans payable	(430)	(439)
Net decrease (increase) in treasury shares	(2)	(4)
Cash dividends paid	(827)	(882)
Dividends paid to non-controlling interests	(190)	(135)
Net cash provided by (used in) financing activities	(1,259)	(5,302)
Effect of exchange rate change on cash and cash equivalents	(303)	77
Net increase (decrease) in cash and cash equivalents	437	1,898
Cash and cash equivalents at beginning of period	15,476	16,016
Cash and cash equivalents at end of period	15,914	17,915

(4) Notes to quarterly consolidated financial statements

(Notes to Going Concern Assumptions)

None

(Notes to Significant Changes in Shareholders' Equity)

None

(5) Segment Information

1. Net Sales and Profit by Reporting Segment

[Cumulative Six Months of the Previous Consolidated Fiscal Year (April 1, 2014 through Sept. 30, 2014)]

(Millions of yen)

	Reporting Segment						Adjustment	Total
	Toiletries and Health Care	Petroleum and Automotives	Plastics and Textiles	Information and Electrics/Electronics	Environmental Protection, Construction and Others	Subtotal		
Net Sales								
Sales to Third Parties	32,515	19,686	10,757	9,936	9,421	82,317	—	82,317
Inter-Segment Sales/Transfers	—	—	14	—	250	265	(265)	—
Subtotal	32,515	19,686	10,771	9,936	9,672	82,582	(265)	82,317
Segment Profit	1,524	393	1,162	235	84	3,400	—	3,400

Notes: The total figure is the same as that of operating income in Consolidated Statements of Income.

[Cumulative Six Months of the Current Consolidated Fiscal Year (April 1, 2015 through Sept 30, 2015)]

(Millions of yen)

	Reporting Segment						Adjustment	Total
	Toiletries and Health Care	Petroleum and Automotives	Plastics and Textiles	Information and Electrics/Electronics	Environmental Protection, Construction and Others	Subtotal		
Net Sales								
Sales to Third Parties	29,637	19,164	10,717	9,621	9,293	78,433	—	78,433
Inter-Segment Sales/Transfers	—	—	9	—	185	195	(195)	—
Subtotal	29,637	19,164	10,726	9,621	9,478	78,628	(195)	78,433
Segment Profit	2,404	922	1,566	704	421	6,019	—	6,019

Notes: The total figure is the same as that of operating income in Consolidated Statements of Income.

2. Changes on Reporting Segment (Changes in Calculation Method of Segment Profits)

From the first three months of the current fiscal year, in order to evaluate segment performances more appropriately, cost allocation rules were changed. Operating income of each segment in the second quarter of previous fiscal year was reclassified based on the changed cost allocation rules, and disclosed.

<Reference>

[Information by Geographic Segment]

[Cumulative Six Months of the Previous Consolidated Fiscal Year (April 1, 2014 through Sept. 30, 2014)]

(Millions of yen)

	Japan	USA	China	Other	Total
Sales					
(1) Sales to third parties	63,413	2,596	14,594	1,713	82,317
(2) Sales from inter-segment transactions and transfers	2,766	4	778	9	3,558
Total	66,179	2,600	15,373	1,722	85,876
Operating income (loss)	2,656	(100)	735	75	3,367

	Elimination or Common Assets	Consolidated Total
Sales		
(1) Sales to third parties	—	82,317
(2) Sales from inter-segment transactions and transfers	(3,558)	—
Total	(3,558)	82,317
Operating income (loss)	33	3,400

[Cumulative Six Months of the Current Consolidated Fiscal Year (April 1, 2015 through Sept. 30, 2015)]

(Millions of yen)

	Japan	USA	China	Other	Total
Sales					
(1) Sales to third parties	60,314	3,380	12,726	2,012	78,433
(2) Sales from inter-segment transactions and transfers	3,259	—	825	10	4,096
Total	63,573	3,380	13,552	2,023	82,529
Operating income (loss)	4,750	(32)	1,185	86	5,990

	Elimination or Common Assets	Consolidated Total
Sales		
(1) Sales to third parties	—	78,433
(2) Sales from inter-segment transactions and transfers	(4,096)	—
Total	(4,096)	78,433
Operating income (loss)	29	6,019

[Overseas Sales]

[Cumulative Six Months of the Previous Consolidated Fiscal Year (April 1, 2014 through Sept. 30, 2014)]

(Millions of yen)

	Asia	(of which, China)	Americas	Other	Total
I. Overseas sales	22,189	(13,106)	5,532	6,279	34,002
II. Consolidated sales	—	(—)	—	—	82,317
III. Percentage of overseas sales to consolidated sales (%)	27.0	(15.9)	6.7	7.6	41.3

[Cumulative Six Months of the Current Consolidated Fiscal Year (April 1, 2015 through Sept. 30, 2015)]

(Millions of yen)

	Asia	(of which, China)	Americas	Other	Total
I. Overseas sales	21,647	(12,839)	5,643	4,542	31,832
II. Consolidated sales	—	(—)	—	—	78,433
III. Percentage of overseas sales to consolidated sales (%)	27.6	(16.4)	7.2	5.8	40.6

Notes:

1. The term "overseas sales" refers to sales of the parent company and its consolidated subsidiaries registered in countries and regions outside Japan.
2. Areas included in each country or region are determined based on their degree of proximity.
3. Main countries or regions included in each geographic segment
 - (1) Asia: Korea, China, Indonesia, India, and Thailand
 - (2) Americas: USA, Mexico, and Brazil
 - (3) Other: Australia, Europe, Russia, and the Middle East

4. Supplementary Information

Trend of Each Quarter Results

1. Consolidated

Previous Fiscal Year

(Millions of yen)

	FY 2014				
	1Q	2Q	3Q	4Q	Total
	April 2014 through June 2014	July 2014 through Sept. 2014	Oct. 2014 through Dec. 2014	Jan. 2015 through March 2015	April 2014 through March 2015
Net sales	40,793	41,524	41,994	42,733	167,045
Operating income	1,950	1,449	2,544	3,000	8,944
Ordinary income	2,251	1,582	3,301	3,142	10,278
Net income attributable to owners of parent	1,359	917	1,932	1,665	5,876
Comprehensive income	1,791	678	6,617	6,254	15,341

Current Fiscal Year

(Millions of yen)

	FY 2015		Change	
	1Q	2Q	Same term of previous fiscal year	Previous term
	April 2015 through June 2015	July 2015 through Sept. 2015	July 2014 through Sept. 2014	April 2015 through June 2015
Net sales	39,500	38,932	(6.2%)	(1.4%)
Operating income	3,192	2,827	95.1%	(11.4%)
Ordinary income	3,579	2,948	86.3%	(17.6%)
Net income attributable to owners of parent	2,171	1,427	55.5%	(34.3%)
Comprehensive income	2,253	73	(89.2%)	(96.8%)

2. Non-consolidated

Previous Fiscal Year

(Millions of yen)

	FY 2014				
	1Q	2Q	3Q	4Q	Total
	April 2014 through June 2014	July 2014 through Sept. 2014	Oct. 2014 through Dec. 2014	Jan. 2015 through March 2015	April 2014 through March 2015
Net sales	26,016	25,568	26,978	27,045	105,608
Operating income	842	461	1,111	1,413	3,829
Ordinary income	1,373	1,016	1,688	1,890	5,968
Net income(loss)	1,030	706	1,295	1,330	4,362

Current Fiscal Year

(Millions of yen)

	FY 2015		Change	
	1Q	2Q	Same term of previous fiscal year	Previous term
	April 2015 through June 2015	July 2015 through Sept. 2015	July 2014 through Sept. 2014	April 2015 through June 2015
Net sales	25,192	24,486	(4.2%)	(2.8%)
Operating income	1,379	1,341	190.5%	(2.8%)
Ordinary income	2,078	1,942	91.2%	(6.6%)
Net income	1,567	1,429	102.2%	(8.8%)