

Summary of Consolidated Financial Statements

Denka Company Limited

1. Consolidated Financial Results For the First Half of Fiscal Year 2017 (April to September)

(1) Consolidated Results of Operations (Accumulated Total)

(Percentages show rate of change compared with the same term of the previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%
FY2017 1st Half Apr to Sep	187,843	9.3	14,310	45.6	15,450	108.0	12,275	100.8
FY2016 1st Half Apr to Sep	171,806	△ 5.9	9,825	△ 32.8	7,426	△ 45.1	6,114	△ 38.1

(Note) Comprehensive income	(Millions of Yen)
FY2017 1st Half Apr to Sep	13,537 (1,251.8 %)
FY2016 1st Half Apr to Sep	1,001 (△ 88.5 %)

	Net income per share (basic)	Net income per share (diluted)
	(Yen)	(Yen)
FY2017 1st Half Apr to Sep	138.96	-
FY2016 1st Half Apr to Sep	69.10	-

The Company has consolidated its shares in the proportion of 5 common shares to 1 common share, effective as of October 1, 2017.

Net income per share is calculated under the assumption that the consolidation of shares was implemented at the beginning of the preceding fiscal year.

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	(Millions of Yen)	(Millions of Yen)	%	(Yen)
At end of Sep 2017	470,133	234,787	49.2	2,638.21
At end of Mar 2017	454,944	227,487	49.1	2,526.42

(Reference) Shareholder's equity	(Millions of Yen)
At end of Sep 2017	231,215
At end of Mar 2017	223,565

The Company has consolidated its shares in the proportion of 5 common shares to 1 common share, effective as of October 1, 2017.

Net Assets per share is calculated under the assumption that the consolidation of shares was implemented at the beginning of the preceding fiscal year.

2. Dividends

	Dividend per share				
	End of 1st Quarter	End of 1st Half	End of 3rd Quarter	Year-end	Annual
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
FY2016 Apr to Mar	-	7.00	-	7.00	14.00
FY2017 Apr to Mar	-	10.00			
FY2017 Apr to Mar (Forecast)			-	50.00	

(Note) Revisions to dividend forecasts published most recently : Yes

The Company has consolidated its shares in the proportion of 5 common shares to 1 common share, effective as of October 1, 2017. As for the forecast of the year-end dividends for the fiscal year ending March 31, 2018, we quote the amount that takes into account the impact of the said share consolidation. The dividend forecast that does not take into account the share consolidation for the fiscal year ending March 31, 2018 is as follows:

Cash dividends per share (end of 2Q) : 10.00 yen
(year end) : 10.00 yen

3. Consolidated Forecasts for the Fiscal Year Ending

(Percentages show rate of change compared with the same term of the previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income Per Share
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Yen)
FY2017 Apr to Mar	400,000	10.3	32,000	23.8	31,000	33.9	22,000	21.2	250.02

(Note) Revisions to financial forecasts published most recently : Yes

The Company has consolidated its shares in the proportion of 5 common shares to 1 common share, effective as of October 1, 2017. As for the forecast of the net income per share for the fiscal year ending March 31, 2018, we quote the amount that takes into account the impact of the said share consolidation. The forecast of the net income per share that does not take into account the share consolidation for the fiscal year ending March 31, 2018 is as follows:

Net income per share: from April 1, 2017 to March 31, 2018 : 50.00 yen