

Summary of Consolidated Financial Statements

Denka Company Limited

1. Consolidated Financial Results For the First Quarter Fiscal Year 2017 (Apr to Jun)

(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		Net Income	
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%
FY2017 1st Quarter Apr to Jun	90,588	10.5	6,430	49.7	7,389	212.5	6,043	170.7
FY2016 1st Quarter Apr to Jun	81,984	△ 5.7	4,295	△ 27.7	2,364	△ 59.4	2,232	△ 48.9

(Note) Comprehensive income	(Millions of Yen)	
FY2017 1st Quarter Apr to Jun	5,281	(- %)
FY2016 1st Quarter Apr to Jun	△ 614	(- %)

	Net income per share	Net income per share
	(basic)	(diluted)
	(Yen)	(Yen)
FY2017 1st Quarter Apr to Jun	13.66	-
FY2016 1st Quarter Apr to Jun	5.05	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	(Millions of Yen)	(Millions of Yen)	%	(Yen)
At end of Jun 2017	456,380	229,834	49.5	510.78
At end of Mar 2017	454,944	227,487	49.1	505.28

(Reference) Shareholder's equity	(Millions of Yen)
At end of Jun 2017	225,996
At end of Mar 2017	223,565

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	-				
FY2017 Apr to Mar (Forecast)		7.00	-	37.50	-

(Note) Revisions to dividend forecasts published most recently : None

The Company will consolidate its shares in the proportion of 5 common shares to one 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) : 7.00 yen
(year end) : 7.50 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		Net Income		Net Income Per Share
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Yen)
FY2017 1st Half Apr to Sep	190,000	10.6	14,000	42.5	14,000	88.5	10,500	71.7	23.78
FY2017 Apr to Mar	400,000	10.3	30,000	16.1	28,000	20.9	21,000	15.7	238.89

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

The Company will consolidate its shares in the proportion of 5 common shares to one 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 : 47.78 yen