

Consolidated Financial Results Highlights
for the First Quarter of the Fiscal Year ending March 31, 2016
[Japanese GAAP]



July 31, 2015

Company Name: HARIMA CHEMICALS GROUP, INC.
 Code Number: 4410
 (URL: <http://www.harima.co.jp>)
 Stock Exchange Listing: Tokyo Stock Exchange
 Representative: Yoshihiro Hasegawa, President
 Contact: Teruo Kaneshiro, Executive Director
 Phone: +81-6-6201-2461
 Scheduled submission date of the Quarterly Securities Report: August 7, 2015
 Scheduled date to commence dividend payments: —
 Availability of supplementary briefing material on quarterly results: Available
 Schedule of quarterly results briefing session: Not scheduled

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of the Year Ending March 31, 2016 (From April 1, 2015 to June 30, 2015)

(1) Consolidated Results of Operations (Cumulative) (% indicates changes from the same period of the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to Harima Chemicals Group, INC.	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Quarter ended June 30, 2015	20,737	4.6	457	(8.5)	1,361	166.6	832	348.5
June 30, 2014	19,829	13.4	500	309.0	510	36.4	185	-

(Note) Comprehensive income: First quarter ended June 30, 2016: (814)million yen (-%),
 First quarter ended June 30, 2015: (150)million yen (-%)

	Net income per share	Fully diluted net income per share
	Yen	Yen
First Quarter ended June 30, 2015	32.07	—
June 30, 2014	7.15	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
First Quarter ended June 30, 2015	73,929	32,042	40.6
Fiscal year ended March 31, 2015	75,255	33,079	41.3

(Reference) Equity: The first quarter of Fiscal year ended March 31, 2016: 30,011million yen,
 Fiscal year ended March 31, 2015: 31,059million yen

2. Dividends

	Annual dividend				
	1Q	2Q	3Q	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	—	7.00	—	7.00	14.00
Fiscal year ending March 31, 2016	—				
Fiscal year ending March 31, 2016 (Forecast)		7.00	—	7.00	14.00

(Note) Changes in forecasts of dividends from recently announced figures: None

3. Forecast of Consolidated Financial Results for Fiscal Year Ending March 31, 2016 (From April 1, 2015 to March 31, 2016)

(% indicates changes from the same period of the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to Harima Chemicals Group,INC.		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
2Q(cumulative)	44,000	7.3	800	0.5	950	228.8	350	—	13.49
Full year	90,000	8.8	1,700	74.7	2,000	704.7	800	—	30.83

(Note) Changes in forecasts of financial results from recently announced figures: None

4. Others

- (1) Significant changes of subsidiaries during period under review (affecting specific subsidiaries due to changes in scope of consolidation): None
Newly included: 0 (Company name:) Excluded: 0 (Company name:)
- (2) Application of special accounting method for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and corrections of errors
 - (1) Changes in accounting policies accompanying the revisions to items such as accounting standards:
Yes
 - (2) Changes in accounting policies other than (1) above: None
 - (3) Changes in accounting estimates: None
 - (4) Corrections of errors: None
- (4) Number of shares issued (common stock)

- (1) Total number of shares issued at the end of the period (including treasury stock)

1Q of fiscal year ending March 31, 2016	26,080,396 shares
Fiscal year ended March 31, 2015	26,080,396 shares

- (2) Total number of treasury stock at the end of the period

1Q of fiscal year ending March 31, 2016	131,642 shares
Fiscal year ended March 31, 2015	131,642 shares

- (3) Average number of shares during the period (cumulative from the beginning of the fiscal year)

1Q of fiscal year ending March 31, 2016	25,948,754 shares
1Q of fiscal year ended March 31, 2015	25,948,954 shares

* Presentation regarding the implementation status of the quarterly review:

This summary of consolidated financial results is not subject to the quarterly review procedures provided for by the Japanese Financial Instruments and Exchange Law. Therefore, at the time of the disclosure of these financial results, the quarterly financial statement review procedures based on the Law have not been completed.

* Explanation for the appropriate use of performance forecasts and other special notes:

The performance forecasts and other forward-looking statements herein are based on information currently available to the Company and certain preconditions which the Company believes to be reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors.

Segment Information

I. Three months ended June 30, 2014(April 1, 2014 to June 30, 2014)

Information regarding net sales and income or loss by reporting segment

(Thousands of yen)

	Reporting segment				
	Resin & Tall Oil Products	Paper Chemicals	Electronics Materials	Lawter	Subtotal
Net sales					
Net sales to external customers	5,684,741	3,659,891	1,291,704	8,803,661	19,439,999
Intersegment sales or transfers	47,899	155,313	—	31,775	234,988
Total	5,732,641	3,815,204	1,291,704	8,835,437	19,674,987
Segment income (loss)	366,791	161,214	119,402	(46,875)	600,532

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	391,901	19,831,900	(2,708)	19,829,191
Intersegment sales or transfers	31,810	266,798	(266,798)	—
Total	423,711	20,098,699	(269,507)	19,829,191
Segment income (loss)	47,267	647,799	(147,411)	500,388

II. Three months ended June 30, 2015 (April 1, 2015 to June 30, 2015)

Information regarding net sales and income or loss by reporting segment

(Thousands of yen)

	Reporting segment				
	Resin & Tall Oil Products	Paper Chemicals	Electronics Materials	Lawter	Subtotal
Net sales					
Net sales to external customers	5,100,957	4,367,231	1,257,511	9,562,876	20,288,576
Intersegment sales or transfers	151,222	113,421	—	84,673	349,317
Total	5,252,179	4,480,652	1,257,511	9,647,550	20,637,894
Segment income (loss)	202,981	357,082	101,198	(158,909)	502,352

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	416,287	20,704,863	32,713	20,737,577
Intersegment sales or transfers	35,641	384,959	(384,959)	—
Total	451,928	21,089,823	(352,245)	20,737,577
Segment income (loss)	29,733	532,085	(74,304)	457,781

(Notes) 1. The “Others” segment includes businesses not included in the reporting segments and mainly includes “Real estate management.”

2. The adjustment amount of segment income includes adjustments for inventories.

3. Segment income is adjusted to reflect operating income as recorded in the quarterly consolidated statement of income.