

Summary of Consolidated Financial Statements for Fiscal 2015

(From January 1, 2015 to December 31, 2015)

February 4, 2016

Toagosei Co., Ltd.

(URL <http://www.toagosei.co.jp/>)

Stock exchange listings: Tokyo

Code number: 4045

Representative: Mikishi Takamura
President and Representative Director

Contact: Hiroshi Nemoto
General Manager, Investor Relations & Public Relations Sec.
+81-3-3597-7215

Scheduled date for the Ordinary General Meeting of Shareholders: March 30, 2016

Scheduled date of year-end dividends payout: March 31, 2016

Scheduled date for the filing of the consolidated financial statements: March 30, 2016

1. Consolidated results for fiscal year ended December 31, 2015(Jan. 1, 2015 – Dec. 31, 2015)

Note: All amounts are rounded down to the nearest million yen.

(1) Performance

% indicates year-on-year changes.

	Net Sales		Operating income		Ordinary income		Net income	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
Fiscal 2015	139,848	(6.1)	12,347	2.8	13,201	2.4	6,696	(20.4)
Fiscal 2014	148,912	(1.4)	12,015	(17.1)	12,892	(16.0)	8,414	(12.4)

(Additional Notes) Comprehensive income: Fiscal 2015: 8,362 million yen Fiscal 2014: 11,920 million yen

	Net income per share	Diluted net income per share	Net income to Shareholders' equity	Ordinary income to total assets	Operating income to net sales
	(yen)	(yen)	(%)	(%)	(%)
Fiscal 2015	50.86	–	4.3	6.5	8.8
Fiscal 2014	63.88	–	5.7	6.5	8.1

(Reference) Equity in earnings of unconsolidated subsidiaries and affiliates: Fiscal 2015: 328 million yen Fiscal 2014: 324 million yen

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(%)
Dec. 31, 2015	208,018	163,020	76.0	1,201.46
Dec. 31, 2014	201,168	157,349	75.9	1,159.65

(Reference) Shareholders' equity: End of 2015: 158,173 million yen End of 2014: 152,711 million yen

*Toagosei Co., Ltd. has implemented the share consolidation of common stocks at a ratio of one share per two shares effective on July 1, 2015. Accordingly, net income per-share and net assets per share are calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash & cash equivalents at the end of the year
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Fiscal 2015	23,313	(4,592)	(3,949)	53,977
Fiscal 2014	16,098	(13,981)	(3,063)	39,285

2. Dividends

(Period)	Dividends per share					Total dividends paid (Annual)	Dividends payout ratio (Consolidated)	Dividends on net assets ratio (Consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual			
	(yen)	(yen)	(yen)	(yen)	(yen)	(millions of yen)	(%)	(%)
Fiscal 2014	–	6.00	–	6.00	12.00	3,160	37.6	2.1
Fiscal 2015	–	6.00	–	12.00	–	3,159	47.2	2.0
Fiscal 2016 (Forecast)	–	12.00	–	12.00	24.00		35.1	

*Per-share dividend at the end of fiscal year ending December 31, 2015 is calculated and listed in consideration of the share consolidation effective on July 1, 2015, and total amount of year-end dividends is referred to “–”

3. Consolidated performance forecast for Fiscal 2016 (Jan. 1, 2016– Dec. 31, 2016)

Note: % indicates the rate of change over the corresponding previous period.

	Net Sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(yen)
First half, 2016	69,000	(1.8)	6,400	8.7	6,900	7.3	4,400	14.4	33.42
Fiscal 2016	140,000	0.1	13,000	5.3	14,000	6.1	9,000	34.4	68.36

*** Cautions pertaining to the appropriate use of performance forecasts and other particular items**

The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance etc. because of various factors that may arise from now on.

4. Other information

(1) Changes of significant subsidiaries in the scope of consolidation during this period : No

Addition to the scope of consolidation: –
Reduction from the scope of consolidation: –

(2) Changes of accounting principles, procedures and presentation methods, etc. related to preparation of the consolidated financial statements

i. Changes by revision of accounting standard : Yes
ii. Changes other than the above : No
iii. Changes in accounting estimates : No
iv. Retrospective restatements : No

(3) Number of shares issued (in common stock)

i. Number of shares issued at the end of period (including treasury stock):
FY2015: 131,996,299 FY2014: 131,996,299
ii. Number of treasury stock at the end of period: FY2015: 345,500 FY2014: 308,899
iii. Average number of issued shares: FY2015: 131,664,841 FY2014: 131,717,654

Number of shares issued, number of treasury stock at the end of period and average number of issued shares are calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

(Reference) Summary of Non-Consolidated Operating results

1. Non- Consolidated results for fiscal year ended December 31, 2015(Jan. 1, 2015 – Dec. 31, 2015)

Note: All amounts are rounded down to the nearest million yen.
% indicates year-on-year changes.

(1) Performance

	Net Sales		Operating income		Ordinary income		Net income	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
Fiscal 2015	89,576	(7.3)	8,878	11.0	12,041	8.0	9,309	11.1
Fiscal 2014	96,606	(1.5)	8,001	(15.6)	11,152	(8.5)	8,380	(53.2)

	Net income per share	Diluted net income per share
	(yen)	(yen)
Fiscal 2015	70.71	–
Fiscal 2014	63.62	–

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(%)
Dec. 31, 2015	187,534	126,232	67.3	958.84
Dec. 31, 2014	176,909	118,059	66.7	896.52

(Reference) Shareholders' equity: End of 2015: 126,232 million yen End of 2014: 118,059 million yen

*Toagosei Co., Ltd. has implemented the share consolidation of common stocks at a ratio of one share per two shares effective on July 1, 2015. Accordingly, net income per-share and net assets per share are calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year

*** Cautions pertaining to the appropriate use of performance forecasts and other particular items**

The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance etc. because of various factors that may arise from now on.