

Summary of Consolidated Financial Statements for the First Quarter, Ended March 2016

(From January 1, 2016 to March 31, 2016)

April 27, 2016

Toagosei Co., Ltd.

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1. Consolidated results for the first quarter, ended March 31, 2016(Jan. 1, 2016 – Mar. 31, 2016)

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

(1) Performance

% indicates year-on-year changes

	Net sales		Operating income		Ordinary income	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
1Q. 2016	33,264	△5.1	4,038	43.6	4,150	43.4
1Q. 2015	35,036	△6.4	2,812	△16.0	2,893	△14.2

(Note) Comprehensive income: 1Q, 2016: △494million yen 1Q, 2015: 3,875million yen

	Net income attributable to owners of parent		Net income per share	Diluted net income per share
	(millions of yen)	(%)	(yen)	(yen)
1Q. 2016	2,713	58.4	20.61	–
1Q. 2015	1,713	△18.6	13.01	–

*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 is calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio
	(millions of yen)	(millions of yen)	(%)
Mar. 31, 2016	201,808	160,773	77.3
Dec. 31, 2015	208,018	163,020	76.0

(Reference) Shareholders' equity: Mar. 31, 2016: 156,033 million yen Dec. 31, 2015: 158,173 million yen

2. Cash Dividends

(Period)	Dividend per share				
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual
	(yen)	(yen)	(yen)	(yen)	(yen)
Fiscal 2015	–	6.00	–	12.00	–
Fiscal 2016	–	–	–	–	–
Fiscal 2016 (Forecast)	–	12.00	–	12.00	24.00

Note: Changes in dividend forecast during the quarter under review: No

*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. Dividend per share at the second quarter for the fiscal year ended December, 2015 is the amount paid before the share consolidation.

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 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

Note: Revisions to consolidated performance forecast during the quarter under review: No

4. Other information

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

(2) Application of simplified accounting methods and accounting methods specific to the preparation of the quarterly consolidated financial statements: No

(3) Changes of accounting principles, procedures and presentation methods, etc. related to the preparation of the quarterly 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

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

- i. Number of shares issued at the end of period (including treasury stock):
As of Mar. 31, 2016: 131,996,299 As of Dec. 31, 2015: 131,996,299
- ii. Number of treasury stock at the end of period:
As of Mar. 31, 2016: 346,297 As of Dec. 31, 2015: 345,500
- iii. Average number of shares during the period (calculated cumulatively from the beginning of the fiscal year):
1Q, 2016: 131,650,342 1Q, 2015: 131,683,449

*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. Average number of shares issued is 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.