

Summary of Consolidated Financial Statements for Fiscal 2014

(From January 1, 2014 to December 31, 2014)

February 5, 2015

Toagosei Co., Ltd.

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

Stock exchange listings: Tokyo

Code number: 4045

Representative: Futoshi Hashimoto
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 27, 2015

Scheduled date of year-end dividends payout: March 30, 2015

Scheduled date for the filing of the consolidated financial statements: March 30, 2015

1. Consolidated results for fiscal year ended December 31, 2014(Jan. 1, 2014 – Dec. 31, 2014)

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 2014	148,912	(1.4)	12,015	(17.1)	12,892	(16.0)	8,414	(12.4)
Fiscal 2013	151,081	1.9	14,501	(0.6)	15,346	0.6	9,605	(1.0)

(Additional Notes) Comprehensive income: Fiscal 2014: 11,920 million yen Fiscal 2013: 14,772 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 2014	31.94	–	5.7	6.5	8.1
Fiscal 2013	36.44	–	7.0	8.2	9.6

(Reference) Equity in earnings of unconsolidated subsidiaries and affiliates: Fiscal 2014: 324 million yen Fiscal 2013: 294 million yen

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(%)
Dec. 31, 2014	201,168	157,349	75.9	579.83
Dec. 31, 2013	193,086	148,148	74.4	545.45

(Reference) Shareholders' equity: End of 2014: 152,711 million yen End of 2013: 143,721 million yen

(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 2014	16,098	(13,981)	(3,063)	39,285
Fiscal 2013	18,023	(6,852)	(2,094)	39,798

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 2013	–	5.00	–	5.00	10.00	2,635	27.4	1.9
Fiscal 2014	–	6.00	–	6.00	12.00	3,160	37.6	2.1
Fiscal 2015 (Forecast)	–	6.00	–	12.00	–		33.3	

Note: Toagosei Co., Ltd. is planning to implement a share consolidation with a ratio of two shares to one share. Accordingly, the abovedividend for FY2015 (Forecast) is calculated in consideration of this share consolidation.

3. Consolidated performance forecast for Fiscal 2015 (Jan. 1, 2015– Dec. 31, 2015)

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

	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)
First half, 2015	74,000	(1.3)	6,500	6.8	7,000	9.2	4,500	5.8	17.09
Fiscal 2015	150,000	0.7	14,000	16.5	14,800	14.8	9,500	12.9	72.14

Note: Net income per share of the forecast for the fiscal year ending December 31, 2015 is calculated in consideration of share consolidation.

* 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) :

FY2014: 263,992,598 FY2013: 263,992,598

ii. Number of treasury stock at the end of period: FY2014: 617,799 FY2013: 501,584

iii. Average number of issued shares: FY2014 : 263,435,308 FY2013: 263,569,801

(Reference) Summary of Non-Consolidated Operating results

1. Non- Consolidated results for fiscal year ended December 31, 2014 (Jan. 1, 2014 – Dec. 31, 2014)

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 2014	96,606	(1.5)	8,001	(15.6)	11,152	(8.5)	8,380	(53.2)
Fiscal 2013	98,114	2.6	9,475	(1.1)	12,182	(0.1)	17,913	121.1

	Net income per share	Diluted net income per share
	(yen)	(yen)
Fiscal 2014	31.81	–
Fiscal 2013	67.97	–

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(%)
Dec. 31, 2014	176,909	118,059	66.7	448.26
Dec. 31, 2013	170,413	110,843	65.0	420.67

(Reference) Shareholders' equity: End of 2014: 118,059 million yen End of 2013: 110,843 million yen

* 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.