

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



January 29, 2016

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
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 Scheduled submission date of the Quarterly Securities Report: February 5, 2016
 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 Third Quarter of the Year Ending March 31, 2016 (From April 1, 2015 to December 31, 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Third Quarter ended December 31, 2015	61,648	0.2	2,108	105.9	3,032	122.6	1,585	253.9
December 31, 2014	61,521	12.0	1,024	50.7	1,362	(39.1)	447	(7.5)

(Note) Comprehensive income: Third quarter ended December 31, 2015: (420)million yen (-%),
 Third quarter ended December 31, 2014: 202 million yen [(82.4%)]

	Net income per share	Fully diluted net income per share
	Yen	Yen
Third Quarter ended December 31, 2015	61.09	—
December 31, 2014	17.26	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
Third Quarter ended December 31, 2015	74,295	32,224	40.5
Fiscal year ended March 31, 2015	75,255	33,079	41.3

(Reference) Equity: The third quarter of Fiscal year ended March 31, 2016: 30,098million 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	—	7.00	—		
Fiscal year ending March 31, 2016 (Forecast)				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		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	83,000	0.4	2,300	136.4	3,400	-	1,500	-	57.81

(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)

3Q 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

3Q of fiscal year ending March 31, 2016	131,882 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)

3Q of fiscal year ending March 31, 2016	25,948,670 shares
3Q of fiscal year ended March 31, 2015	25,948,899 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. Nine months ended December 31, 2014 (April 1, 2014 to December 31, 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	16,711,682	12,559,822	3,393,438	27,172,598	60,377,541
Intersegment sales or transfers	145,643	463,597	—	151,373	760,613
Total	16,857,326	13,023,419	3,393,438	27,323,971	61,138,155
Segment income (loss)	838,562	787,994	282,466	(701,071)	1,207,952

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	1,180,413	61,557,955	(35,962)	61,521,992
Intersegment sales or transfers	122,923	883,537	(883,537)	—
Total	1,303,337	62,441,492	(919,499)	61,521,992
Segment income (loss)	101,819	1,309,771	(285,712)	1,024,059

II. Nine months ended December 31, 2015 (April 1, 2015 to December 31, 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	15,229,487	13,801,188	3,804,308	27,557,605	60,392,605
Intersegment sales or transfers	449,704	313,452	—	181,774	944,931
Total	15,679,192	14,114,640	3,804,308	27,739,380	61,337,521
Segment income (loss)	895,399	1,280,699	276,823	(141,422)	2,311,500

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	1,252,388	61,644,978	3,819	61,648,798
Intersegment sales or transfers	105,465	1,050,397	(1,050,397)	—
Total	1,357,854	62,695,376	(1,046,578)	61,648,798
Segment income (loss)	96,134	2,407,634	(299,029)	2,108,605

(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.