

**Consolidated Financial Results Highlights**  
**for the First Quarter of the Fiscal Year ending March 31, 2020**  
**[Japanese GAAP]**



July 31, 2019

Company Name: HARIMA CHEMICALS GROUP, INC.  
 Code Number: 4410  
 (URL: [www.harima.co.jp](http://www.harima.co.jp))  
 Stock Exchange Listing: Tokyo Stock Exchange  
 Representative: Yoshihiro Hasegawa, President  
 Contact: Kiyotaka Uetsuji, Managing Director, Accounting Section Director  
 Phone: +81-6-6201-2461  
 Scheduled submission date of the Quarterly Securities Report: August 7, 2019  
 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, 2020 (From April 1, 2019 to June 30, 2019)**

(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, 2019	18,175	(6.5)	1,096	8.8	1,145	18.7	858	(49.2)
June 30, 2018	19,432	12.6	1,008	14.2	965	20.3	1,690	171.9

(Note) Comprehensive income: First quarter ended June 30, 2019: 967million yen (12.9%),  
 First quarter ended June 30, 2018: 856million yen (55.9%),

	Net income per share	Fully diluted net income per share
	Yen	Yen
First Quarter ended June 30, 2019	33.63	—
June 30, 2018	64.95	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
First Quarter ended June 30, 2019	72,737	37,943	48.8
Fiscal year ended March 31, 2019	72,870	37,811	48.5

(Reference) Equity: The first quarter of Fiscal year ended March 31, 2020: 35,469 million yen,  
 Fiscal year ended March 31, 2019: 35,356 million yen

**2. Dividends**

	Annual dividend				
	1Q	2Q	3Q	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2019	—	17.00	—	19.00	36.00
Fiscal year ending March 31, 2020	—				
Fiscal year ending March 31, 2020(Forecast)		19.00	—	19.00	38.00

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

### 3. Forecast of Consolidated Financial Results for Fiscal Year Ending March 31, 2020 (From April 1, 2019 to March 31, 2020)

(% 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)	40,500	2.8	2,100	(10.8)	2,100	(23.1)	1,500	(49.1)	59.01
Full year	83,000	5.6	4,700	0.7	4,700	(2.5)	3,300	(20.1)	129.83

(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: None
  - (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, 2020	26,080,396 shares
Fiscal year ended March 31, 2019	26,080,396 shares

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

1Q of fiscal year ending March 31, 2020	662,677 shares
Fiscal year ended March 31, 2019	428,851 shares

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

1Q of fiscal year ending March 31, 2020	25,531,463 shares
1Q of fiscal year ended March 31, 2019	26,024,998 shares

\* This summary of consolidated financial results is not subject to audit procedure.

\* 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, 2018 (April 1, 2018 to June 30, 2018)

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	5,111,451	4,541,475	1,375,261	7,968,198	18,996,387
Intersegment sales or transfers	53,282	28,694	—	39,820	121,797
Total	5,164,733	4,570,170	1,375,261	8,008,018	19,118,184
Segment income(loss)	218,758	452,436	130,437	286,189	1,087,822

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	413,503	19,409,890	22,370	19,432,261
Intersegment sales or transfers	28,334	150,131	(150,131)	—
Total	441,838	19,560,022	(127,761)	19,432,261
Segment income(loss)	(18,934)	1,068,887	(60,352)	1,008,535

### II. Three months ended June 30, 2019 (April 1, 2019 to June 30, 2019)

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	4,807,224	4,555,336	1,312,928	7,021,356	17,696,845
Intersegment sales or transfers	55,875	26,896	—	14,303	97,075
Total	4,863,100	4,582,233	1,312,928	7,035,659	17,793,921
Segment income	197,719	421,164	32,017	512,469	1,163,371

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	448,255	18,145,101	30,630	18,175,732
Intersegment sales or transfers	28,829	125,905	(125,905)	—
Total	477,085	18,271,007	(95,275)	18,175,732
Segment income	10,846	1,174,217	(77,262)	1,096,954

- (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 (loss) includes adjustments for inventories.
- 3.Segment income (loss) is adjusted to reflect operating income as recorded in the quarterly consolidated statement of income.