



# FY 2015 1st Quarter Consolidated Financial Results Briefing

***Develop New Value***

**DAICEL CORPORATION**

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## FY 2015 1st Quarter Consolidated Financial Results

## References

**P3~P10**

**P11~P13**



# FY 2015 1st Quarter Consolidated Financial Results

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# Operating Results

(Billion yen)

	FY2014 1st Quarter (A)	FY2015 1st Quarter (B)	Change (B)-(A)	YoY (%)
Sales	94.9	108.5	+13.6	+14.4%
Operating profit	7.8	12.5	+4.7	+60.6%
Ordinary profit	9.1	12.7	+3.6	+39.7%
Net profit	6.4	9.2	+2.7	+42.8%
Exchange rate	yen97 / \$	yen102 / \$		

# Consolidated Profit and Loss Statement

( billion yen )

	FY 2014 1st Quarter (A)	FY 2015 1st Quarter (B)	Change (B) – (A)	Remarks
<b>Net Sales</b>	94.9	108.5	+13.6	Quantity +10.4 Prices +3.2(Exchange gain +3.0)
<b>Gross profit</b>	22.5	27.7	+5.2	
<b>Selling, general and administrative expenses</b>	14.7	15.2	+0.5	
<b>Operating Profit</b>	7.8	12.5	+4.7	Quantity effect +5.6      Other -1.7 Price impact +0.8(Exchange gain +0.9)
<b>Non-operating income and expenses</b>	1.3	0.2	-1.1	Improved Exchange gain or loss -1.2
<b>Ordinary Profit</b>	9.1	12.7	+3.6	
<b>Extraordinary gain and loss</b>	2.0	0.3	-1.7	
<b>Profit before income taxes and minority interests</b>	11.1	13.0	+1.9	
<b>Income Taxes,Minority interests in profit (loss)</b>	4.7	3.9	-0.8	
<b>Net Profit</b>	6.4	9.2	+2.7	

# Analysis for Sales and Operating Profit

## 【Sales】

( billion yen )

	FY 2014 1st Quarter ( A )	FY 2015 1st Quarter ( B )	Change ( B ) – ( A )	Analysis	
				Quantity	Prices
Cellulosic Derivatives	21.0	24.8	+3.8	+2.9	+0.9
Organic Chemicals	18.9	22.7	+3.8	+2.7	+1.1
Plastics	35.3	40.7	+5.4	+4.2	+1.1
Pyrotechnic Devices	18.5	19.2	+0.7	+0.7	+0
Other products	1.2	1.1	-0.1	-0.1	
Total	94.9	108.5	+13.6	+10.4	+3.2

## 【Operating Profit】

	FY 2014 1st Quarter ( A )	FY 2015 1st Quarter ( B )	Change ( B ) – ( A )	Impact Analysis		
				Quantity	Prices	Other
Cellulosic Derivatives	4.3	+6.4	+2.1	+2.4	+1.2	-1.5
Organic Chemicals	1.7	+2.1	+0.4	+1.4	+0.1	-1.1
Plastics	2.2	+4.0	+1.9	+1.5	-0.6	+1.0
Pyrotechnic Devices	2.0	+2.4	+0.5	+2.0	+0.2	+0.1
Other products	-0.1	-0.1	+0	+0	0	0
Companywide	-2.2	-2.4	-0.2	0	0	-0.2
Total	7.8	12.5	+4.7	+5.6	+0.8	-1.7

# Cellulosic Derivatives

Sales

+ 3.8 billion yen

Foreign exchange gain

+0.5billion yen

## ◆ Cellulose acetate :

Sales increased due to rise in cigarette filter applications, despite a decrease for LCD film applications.

## ◆ Acetate tow for cigarette filters :

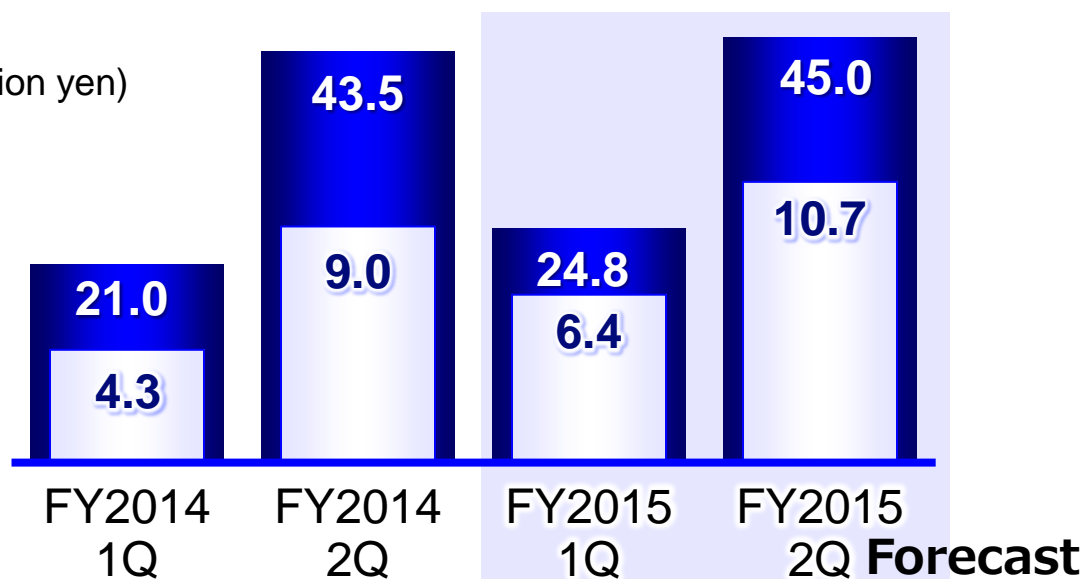
Sales increased buoyed by strong overseas sales and the biennial periodical repairs in Aboshi Plant not implemented.

Operating profit

+ 2.1 billion yen

Increase in profit due to a rise in sales volume

(billion yen)



# Organic Chemicals

Sales

+ 3.8billion yen

Foreign exchange gain

+0.2billion yen

## ◆ Acetic acid:

Sales increased strongly for vinyl acetate and other applications due to a selling price correction and the biennial periodical repairs of Aboshi Plant were not implemented.

## ◆ Organic Commodity Products and Organic Designed Products:

Sales volume of electronic materials and other applications increased, despite a decrease in quantity of paint and other applications.

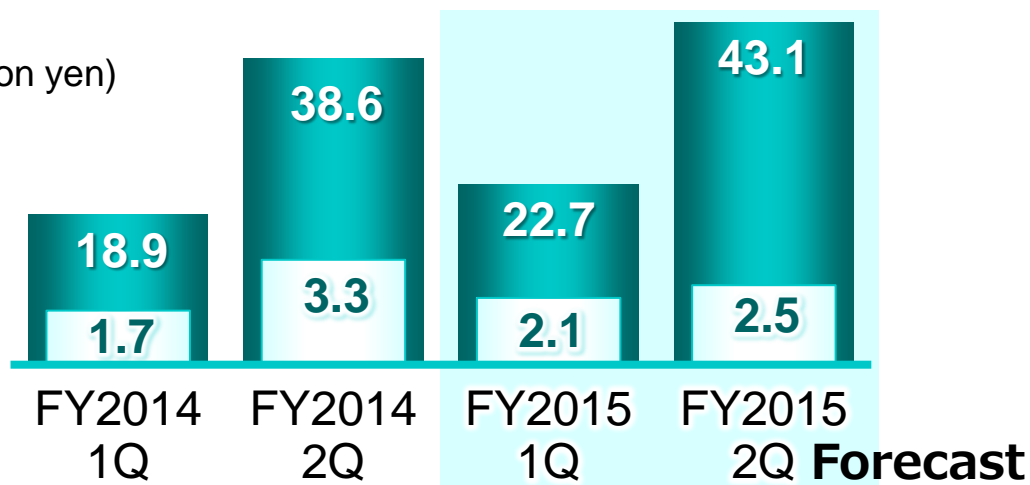
## ◆ Chiral chemicals:

Sales increased due to healthy column sales in China and India.

Operating profit

+ 0.4 billion yen Increase in profit due to a rise in sales volume

(billion yen)





# Plastics

Sales

+ 5.4 billion yen

Foreign exchange gain

+1.8billion yen

◆ **Polyplastics**(Fiscal term changed to March) : + 5.3billion yen

Compared with the first quarter of the previous year(January–March) , sales increased buoyed by robust overseas automobile sales particularly in the Chinese, US and European markets, as well as favorable foreign exchange rates.

◆ **Daicel polymer Gr.** : + 0.0billion yen

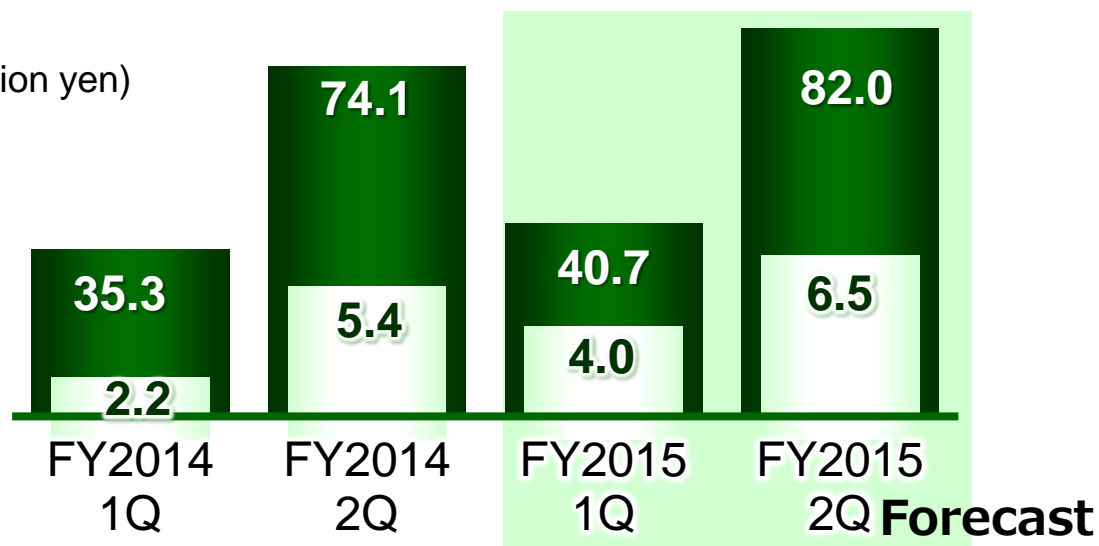
Sales leveled off as automobile applications were affected by the backlash following the spike in demand before the consumption tax hike, although housing equipment and other sectors did well.

Operating profit

+1.9billion yen

Increase in profit due to a rise in sales volume

(billion yen)



# Pyrotechnic Devices

Sales

+ 0.7billion yen

Foreign exchange gain

+0.5 billion yen

## ◆ Automobile Airbag Inflators :

Increase in sales due to a rise in sales volume.

Rise in sales volume despite the reaction following the spike in demand prior to the consumption tax hike in Japan.

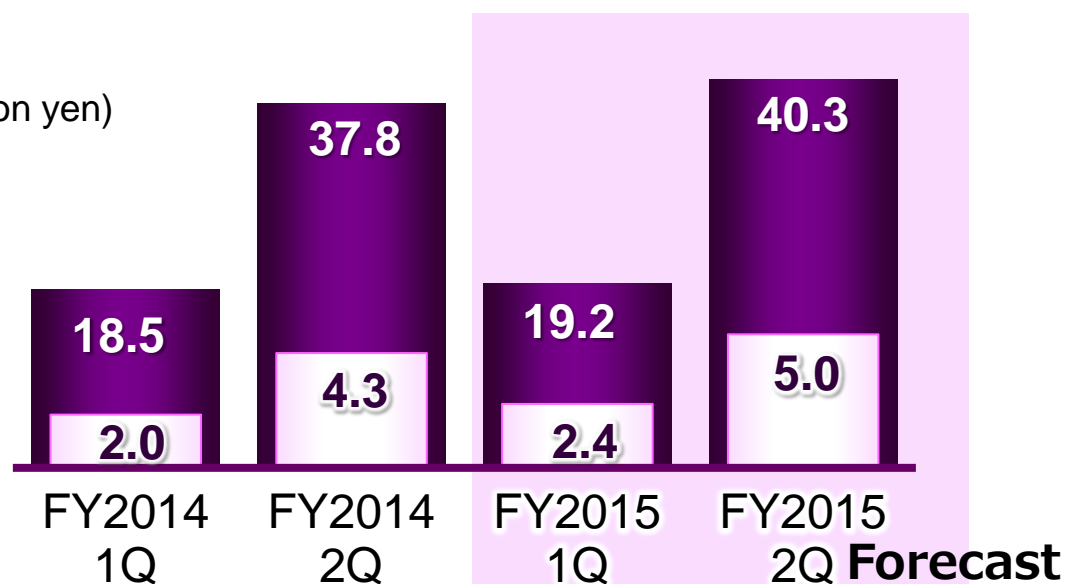
Increase in sales volume in China ,Thailand and other countries.

Operating profit

+ 0.5billion yen

Increase in profit due to a rise in sales volume and an improvement in profitability of U.S. subsidiaries

(billion yen)





# References

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# Consolidated Balance Sheet

	End of March,2014 ( A )	End of June,2014 ( B )	Change (B) - (A)	Remarks
<b>Assets</b>	261.0	260.7	-0.3	
Cash, Deposits and Short-term investment securities	68.2	67.0	-1.2	
Notes and accounts receivable-trade	85.6	82.7	-2.9	
Inventories	89.8	93.4	+3.6	
Other	17.4	17.6	+0.1	
<b>Total noncurrent assets</b>	248.8	249.7	+0.9	
Property, plant and equipment	157.0	156.0	-1.1	Acquisition: +7.2, Depreciation: -5.2, Currency translation difference:-1.1 Change in fiscal term:-1.1
Intangible assets	13.6	12.8	-0.8	
Investments and other assets	78.1	80.9	+2.8	Investment securities: +2.7 (Increase in market value)
<b>Total assets</b>	<b>509.8</b>	<b>510.4</b>	<b>+0.6</b>	
<b>Liabilities</b>	214.0	206.6	-7.4	
Interest-bearing Liabilities	105.9	103.3	-2.6	Interest-bearing liabilities ratio: 20.2%
Other	108.1	103.4	-4.8	
<b>Net assets</b>	295.8	303.8	+7.9	Capital adequacy ratio: 54.4%
<b>Total liabilities and net assets</b>	<b>509.8</b>	<b>510.4</b>	<b>+0.6</b>	

# FY2015 Financial forecast (YoY)

Note: March 2014 period account settlement values. Review not conducted at 1st quarter account settlement.

	( billion yen )						
	FY2014 Result			FY2015 Forecast			Change
	1st half	2nd half	Total (A)	1st half	2nd half	Total (B)	(B) - (A)
Sales	197.0	216.8	413.8	213.0	219.0	432.0	18.2
Cellulosic Derivatives	43.5	49.1	92.6	45.0	45.0	90.0	-2.6
Organic Chemicals	38.6	42.0	80.7	43.1	43.4	86.5	5.8
Plastics	74.1	79.9	154.0	82.0	82.5	164.5	10.5
Pyrotechnic Devices	37.8	42.3	80.1	40.3	43.7	84.0	3.9
Other products	2.8	3.6	6.4	2.6	4.4	7.0	0.6
Operating Profit	17.6	20.3	37.9	20.0	21.0	41.0	3.1
Cellulosic Derivatives	9.0	10.1	19.1	10.7	9.8	20.5	1.4
Organic Chemicals	3.3	2.7	6.0	2.5	2.5	5.0	-1.0
Plastics	5.4	5.6	11.0	6.5	6.7	13.2	2.2
Pyrotechnic Devices	4.3	6.2	10.5	5.0	6.2	11.2	0.7
Other products	0.0	0.2	0.3	0.1	0.3	0.4	0.1
Companywide	-4.4	-4.6	-9.0	-4.8	-4.5	-9.3	-0.3

Assumptions: Exchange rate yen100/\$, Methanol US\$500/ton, Crude oil US\$105/bbl, Domestic naphtha Yen70,000/kl

# Notes regarding Forward-Looking Statements

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