



# FY2015 (4/2015 - 3/2016) 3rd Quarter Consolidated Financial Results

***Develop New Value***

**DAICEL CORPORATION**

February 3, 2016



**FY 2015 3rd Quarter  
Consolidated Financial Results**

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A decorative graphic on the right side of the slide consisting of four parallel diagonal lines that converge towards the top right corner. The lines are colored blue, cyan, green, and purple from left to right.

Note:

As of April 1, 2015, the Company has changed the notation for the Fiscal Year.  
The notation for the fiscal year ending March 2016 is "FY 2015".

# Operating Results

			(billion yen)	
	<b>FY2014</b>	<b>FY2015</b>	<b>Change</b>	<b>YoY</b>
	<b>3rd Quarter</b>	<b>3rd Quarter</b>	<b>(B)-(A)</b>	<b>(%)</b>
	<b>(A)</b>	<b>(B)</b>		
<b>Sales</b>	333.1	342.1	+9.1	+2.7%
<b>Operating profit</b>	39.4	49.4	+10.0	+25.2%
<b>Ordinary profit</b>	43.6	51.0	+7.4	+16.9%
<b>Profit attributable to owners of parent</b>	26.0	33.9	+7.9	+30.2%
<b>Exchange rate</b>	107 ¥/\$	122 ¥/\$		

Note:

As of April 1, 2015, the Company has changed the notation for the Fiscal Year.  
The notation for the fiscal year ending March 2016 is "FY 2015".

# Consolidated Profit and Loss Statement

( billion yen )

	FY 2014 3rd Quarter (A)	FY 2015 3rd Quarter (B)	Change (B) – (A)	Remarks
<b>Net Sales</b>	333.1	342.1	+9.1	Quantity -3.3 Prices +12.4(Exchange gain +24.5)
<b>Gross profit</b>	86.8	101.2	+14.4	
<b>Selling, general and administrative expenses</b>	47.4	51.8	+4.4	
<b>Operating Profit</b>	39.4	49.4	+10.0	Quantity effect +0.2      Other -7.8 Price impact +17.6 (Exchange gain +9.2)
<b>Non-operating income and expenses</b>	4.2	1.6	-2.6	Improved Exchange gain or loss -2.7
<b>Ordinary Profit</b>	43.6	51.0	+7.4	
<b>Extraordinary gain and loss</b>	-0.5	1.6	+2.1	
<b>Profit before income taxes and minority interests</b>	43.2	52.6	+9.4	
<b>Income Taxes</b>	13.6	14.3	+0.7	
<b>profit attributable to non-controlling shareholders</b>	3.6	4.5	+0.9	
<b>Profit attributable to owners of parent</b>	26.0	33.9	+7.9	

# Analysis for Sales and Operating Profit

## 【Sales】

( billion yen )

	FY 2014 3rd Quarter ( A )	FY 2015 3rd Quarter ( B )	Change ( B ) – ( A )	Analysis	
				Quantity	Prices
Cellulosic Derivatives	72.6	81.1	+8.4	+2.5	+5.9
Organic Chemicals	67.9	61.9	-6.0	-5.4	-0.7
Plastics	127.8	123.9	-3.9	-5.7	+1.8
Pyrotechnic Devices	60.6	70.6	+9.9	+4.5	+5.4
Other products	4.0	4.7	+0.6	+0.6	
Total	333.1	342.1	+9.1	-3.3	12.4

## 【Operating Profit】

	FY 2014 3rd Quarter ( A )	FY 2015 3rd Quarter ( B )	Change ( B ) – ( A )	Impact Analysis		
				Quantity	Prices	Other
Cellulosic Derivatives	19.6	23.5	+3.9	+1.1	+5.6	-2.9
Organic Chemicals	7.0	8.4	+1.4	-1.0	+3.7	-1.3
Plastics	12.0	15.2	+3.2	-2.1	+4.7	+0.6
Pyrotechnic Devices	7.7	10.2	+2.5	+2.1	+3.5	-3.1
Other products	-0.1	-0	0	0	0	0
Companywide	-6.8	-7.9	-1.1	0	0	-1.1
Total	39.4	49.4	+10.0	+0.2	+17.6	-7.8



# Information by Segment

***D**evelop New Value*

Four triangles of different colors (blue, cyan, green, and purple) are stacked on top of each other, pointing upwards towards the right. They are positioned on the right side of the slide, partially overlapping the text "Develop New Value".

# Cellulosic Derivatives

**Sales** + 8.4 billion yen

**Foreign exchange gain** + 7.5billion yen

## ◆ **Cellulose acetate :**

Despite the decrease in LCD film applications,  
increase in sales revenue due to the higher increase sales volume in other applications.

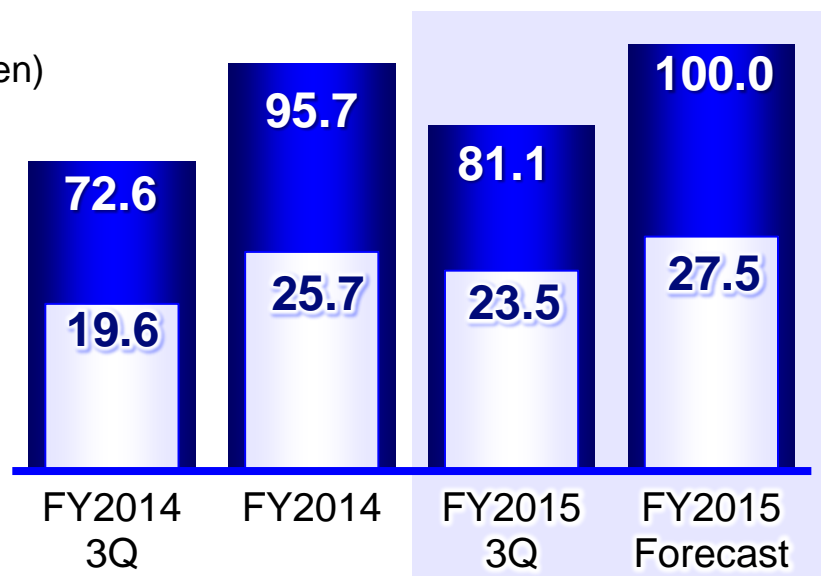
## ◆ **Acetate tow for cigarette filters :**

Despite the effect of inventory adjustment in China and the slowdown of global demand,  
increase in sales revenue due to a slight increase in sales quantity and the effect of weaker yen.

**Operating profit** + 3.9 billion yen

Increase in profit due to a rise in  
sales volume and weaker yen

(billion yen)





# Organic Chemicals

Sales

- 6.0billion yen

Foreign exchange gain

+ 2.5billion yen

## ◆ Acetic acid:

Decrease in sales revenue due to sales volume decline coupled with the biennial periodic maintenance at the Aboshi Plant as well as a deterioration in market conditions.

## ◆ Acetic acid derivatives and commodity products :

Decrease in sales revenue due to sales volume decline in the electronic materials field and coating applications.

## ◆ Organic designed products :

Although sales of some products remained low, slight increase in sales revenue due to the effect of weaker yen.

## ◆ Chiral separation:

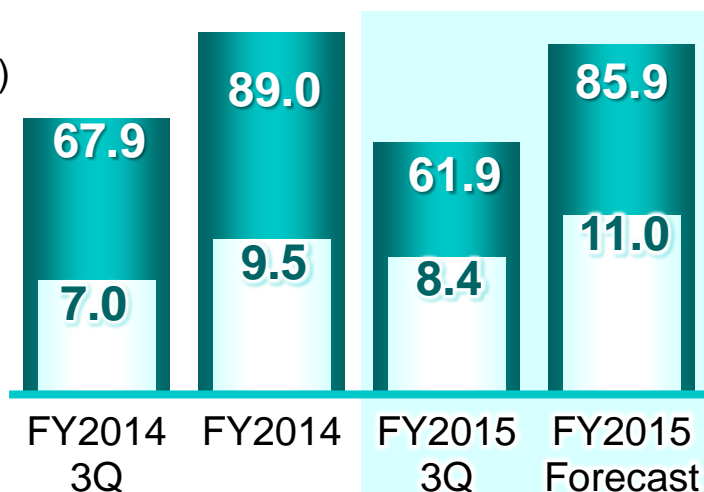
Although sales of columns in China and India were strong, decrease in sales due to the termination of spot orders for large scale separation service.

Operating profit

+ 1.4 billion yen

Increase in profit due to the effect of weaker yen and lower price of raw materials.

(billion yen)



# Plastics

**Sales** - 3.9billion yen

Foreign exchange gain + 8.4billion yen

## ◆ Engineering plastics :

Slight decrease in sales revenue due to effect of the slowdown in the Chinese economy, slower growth in production of Japanese automobile manufacturers, and sluggish sales of electronic device products, despite the effect of weaker yen.

## ◆ Thermoplastic compounds :

Decrease in sales revenue due to sluggish sales in Japanese domestic market, despite growth in overseas sales and the effect of weaker yen.

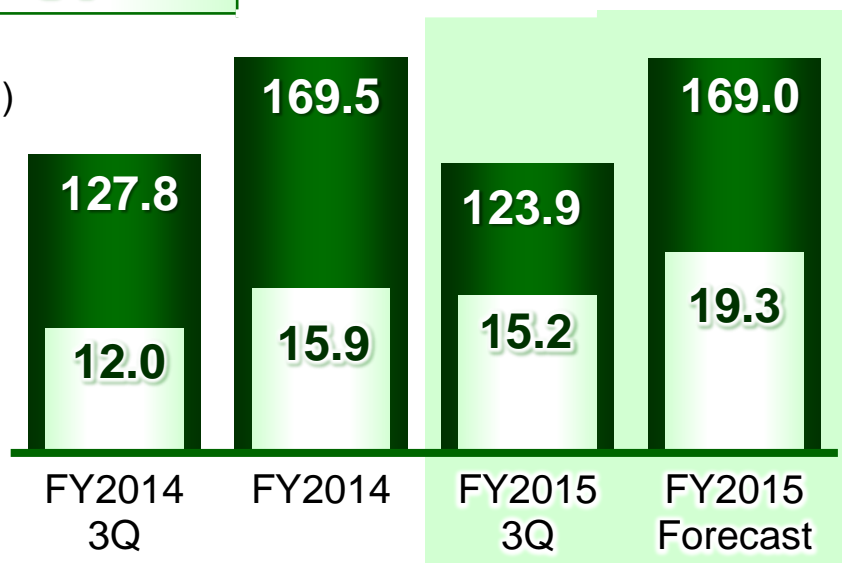
## ◆ Plastics Processing :

Decrease in sales revenue due to the decrease in sales volume for sheets.

**Operating profit** +3.2billion yen

Increase in profit due to the effect of weaker yen and lower price of raw materials.

(billion yen)



# Pyrotechnic Devices

Sales

+ 9.9billion yen

Foreign exchange gain + 6.1 billion yen

## ◆ Automotive safety parts :

Increase in sales revenue due to the effect of weaker yen and the increase in sales volume of inflators and initiators\*.

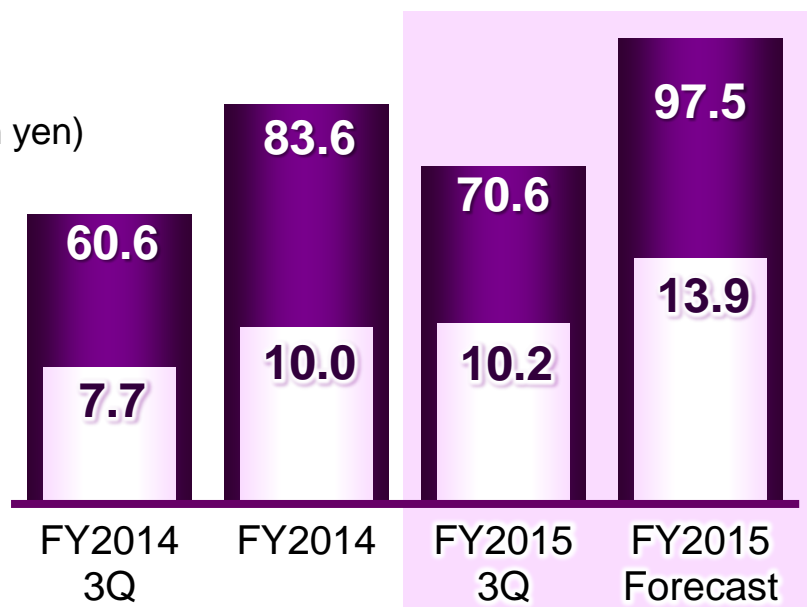
\* initiator: ignition parts of inflators

Operating profit

+ 2.5billion yen

Increase in profit due to a rise in sales volume and weaker yen

(billion yen)





# References

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# Consolidated Balance Sheet

( billion yen )

	End of March, 2015 ( A )	End of Dec, 2015 ( B )	Change (B) - (A)	Remarks
<b>Assets</b>	279.8	284.1	+4.3	
Cash, Deposits and	69.8	64.8	-5.0	
Short-term investment securities				
Notes and	83.4	93.5	+10.1	
accounts receivable-trade				
Inventories	107.1	103.8	-3.3	
Other	19.5	21.9	+2.4	
<b>Total noncurrent assets</b>	285.5	292.0	+6.5	
Property, plant and equipment	166.9	173.2	+6.3	Acquisition: +27.8, Depreciation: -16.6
Intangible assets	13.2	12.1	-1.1	Currency translation differences: -4.4
Investments and other assets	105.4	106.7	+1.3	Investment securities: +1.3
<b>Total assets</b>	<b>565.3</b>	<b>576.1</b>	<b>+10.8</b>	
<b>Liabilities</b>	209.2	203.6	-5.5	
Interest-bearing Liabilities	87.0	82.1	-4.9	Interest-bearing liabilities ratio: 14.3%
Other	122.2	121.6	-0.6	
<b>Net assets</b>	356.2	372.4	+16.3	Capital adequacy ratio: 59.3%
<b>Total liabilities and net assets</b>	<b>565.3</b>	<b>576.1</b>	<b>+10.8</b>	

# Financial forecast (YoY)

Note: Announcement at 2nd quarter. Forecast is not reviewed at 3rd quarter account settlement.

(billion yen)

	FY2014 Result			FY2015			Change (B) - (A)
	1st half	2nd half	Total (A)	1st half result	2nd half forecast	Total (B)	
Sales	218.7	225.1	443.8	226.5	232.5	459.0	15.2
Cellulosic Derivatives	48.0	47.7	95.7	53.7	46.3	100.0	4.3
Organic Chemicals	45.0	44.0	89.0	41.0	44.9	85.9	-3.1
Plastics	83.7	85.8	169.5	83.5	85.5	169.0	-0.5
Pyrotechnic Devices	39.2	44.3	83.6	45.4	52.1	97.5	13.9
Other products	2.7	3.2	5.9	2.9	3.7	6.6	0.7
Operating Profit	25.4	25.9	51.3	31.6	29.4	61.0	9.7
Cellulosic Derivatives	12.8	12.9	25.7	15.6	11.9	27.5	1.8
Organic Chemicals	4.4	5.0	9.5	5.8	5.2	11.0	1.5
Plastics	8.0	7.9	15.9	9.9	9.4	19.3	3.4
Pyrotechnic Devices	4.8	5.2	10.0	5.9	8.0	13.9	3.9
Other products	0.0	-0.0	0.0	-0.1	0.1	0.0	-0.0
Companywide	-4.7	-5.1	-9.9	-5.5	-5.2	-10.7	-0.8
Ordinary profit	26.5	28.6	55.1	32.7	30.3	63.0	7.9
profit attributable to owners of parent	17.0	14.3	31.3	21.3	17.7	39.0	7.7
Exchange rate (Yen/USD)	103	117	110	122	120	121	

# Notes regarding Forward-Looking Statements

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