

FY2011 Consolidated Financial Results

(All financial information has been prepared in accordance with Generally Accepted Accounting Principles in Japan)

May 11, 2011

Company name	: DAICEL CHEMICAL INDUSTRIES, LTD.
Stock Exchange on which the shares are listed	: Tokyo Stock Exchange and Osaka Securities Exchange in Japan
Code number	: 4202
URL	: http://www.daicel.co.jp
Representative	: Misao Fudaba, President and CEO
Contact person	: Yoshifumi Hata, General Manager-Investor Relations & Corporate communications Phone +81-3-6711-8121
Scheduled date of the general meeting of shareholders	: June 28, 2011
Scheduled date for submitting financial statements	: June 29, 2011
The additional materials of the Financial Results	: Yes
The briefing session of the Financial Results	: Yes (Intended for institutional investors and securities analysts)
Scheduled date for dividend payment	: June 29, 2011

1. Consolidated Financial Results for the Year Ended March 31, 2011 (Amounts are rounded down to the nearest million)

	Net Sales		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Year ended Mar. 31, 2011	353,684	10.4	32,711	56.8	31,561	57.9	16,802	51.8
Year ended Mar. 31, 2010	320,243	△ 15.3	20,856	97.0	19,993	143.4	11,069	754.1

(Note) Comprehensive income : 14,925 millions of yen (△29.9%) for the year ended March 31, 2011 and 21,282 millions of yen (-) for the year ended March 31, 2010

	Net income per share	Diluted earnings per share	Return on equity	Ordinary income on total assets	Operating income to net sales
	Yen	Yen	%	%	%
Year ended Mar. 31, 2011	47.22	-	8.0	7.5	9.2
Year ended Mar. 31, 2010	31.10	-	5.6	4.6	6.5

(Note) Equity in earnings of affiliates : 1,361 millions of yen for the year ended March 31, 2011 and 1,256 millions of yen for the year ended March 31, 2010

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholder's equity per total assets	Net assets per share
	Millions of Yen	Millions of Yen	%	Yen
Year ended Mar. 31, 2011	411,071	235,336	51.6	596.06
Year ended Mar. 31, 2010	428,376	229,004	48.1	579.18

(Note) Shareholder's equity : 212,052 millions of yen as of March 31, 2011 and 206,136 millions of yen as of March 31, 2010

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of year
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Year ended Mar. 31, 2011	53,423	△ 20,141	△ 28,170	33,724
Year ended Mar. 31, 2010	66,445	△ 16,471	△ 50,735	30,128

2. Dividends

(Reference data)	Cash dividends per share					Dividends in total (Annual)	Dividend payout ratio (consolidated basis)	Dividends on net assets (consolidated basis)
	1st quarter	2nd quarter	3rd quarter	4th quarter	Annual			
	Yen	Yen	Yen	Yen	Yen	Million Yen	%	%
Year ended Mar. 31, 2010	-	4.00	-	6.00	10.00	3,559	32.2	1.8
Year ended Mar. 31, 2011	-	4.00	-	6.00	10.00	3,557	21.2	1.7
Year ending Mar. 31, 2012	-	5.00	-	5.00	10.00		22.2	

(Note) Breakdown of dividend of ¥6.00 per share for the 4th quarter ended Mar. 31, 2010: Ordinary dividend: ¥4.00, Special dividend ¥2.00

3. Forecast of consolidated financial results for the Year Ending March 31, 2012

	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
Six months ending Sep. 30, 2011	173,000	△ 4.4	12,000	△ 42.4	12,500	△ 36.8	7,000	△ 9.6	19.68
Year ending Mar. 31, 2012	364,000	2.9	27,000	△ 17.5	27,500	△ 12.9	16,000	△ 4.8	44.97

4. Others

(1) Changes in significant subsidiaries during the fiscal year ended March 31, 2011: Not applicable
(Note) Changes in specified subsidiaries that caused a change in the scope of consolidation

(2) Changes in accounting principles, procedures, and presentation methods

- i Changes due to revisions to accounting standards: Applicable
- ii Changes other than (2)-i: Applicable

(3) Number of shares issued (common share)

i Number of shares issued at the end of each period (including treasury stocks)	As of Mar. 31, 2011	364,942,682 shares	As of Mar. 31, 2010	364,942,682 shares
ii Number of treasury stocks at the end of each period	As of Mar. 31, 2011	9,185,807 shares	As of Mar. 31, 2010	9,032,862 shares
iii Average number of shares during the each period (Cumulative from the beginning of the fiscal year)	Year ended Mar. 31, 2011	355,817,902 shares	Year ended Mar. 31, 2010	355,930,738 shares

※Implementation status of annual review procedures

This Financial Results report was exempt from the review procedures which was based on Financial Instruments and Exchange Law of Japan. At the time of disclosure of this report, the review procedures for the financial statements are in progress.

※Explanations or other special matters to appropriate use of the forecast of consolidated financial results

The forecast of consolidated financial results and certain other statements contained in this document are forward-looking statements, which are rationally determined based on information currently available to the company. For a variety of reasons, actual performance may differ substantially from these projections.

1. Operating results

(1) Analysis of operating results

1. Operating results for the fiscal year under review

[1] Overview of performance for the fiscal year under review

During the consolidated fiscal year under review, the Japanese economy was heading for a gradual recovery on the whole supported by the stimulus packages implemented in Japan and across the world and by the growth of China and other emerging nations. However, further appreciation of the yen and a weakened dollar dampened robust recovery of domestic demand, creating unpredictable economic situations. What is worse, the unprecedented disaster of “The Great East Japan Earthquake” occurred in March, at the end of the fiscal year, and exerted a huge impact on the entire Japanese economy centering around the Tohoku and Kanto regions.

The chemical industry saw a recovery in product demand, mainly from exports to China, in the first half of the year, but faced difficulties in the second half as the strong yen combined with rising raw fuel prices put pressure on profits.

Amid such circumstances, with an aim to achieve continued increase in profits, the Daicel Group devoted itself to improving our performance by expanding sales in response to growing demand in China and other emerging nations, continuous cost-cutting, and other efforts.

As a result, sales for the consolidated fiscal year under review amounted to ¥353,684 million (up 10.4% year-on-year), reflecting an increase in sales volume. As for profits, an improved equipment operation rate associated with the increased sales volume and other factors contributed to achieving annual growth. Operating income went up to ¥32,711 million (up 56.8% year-on-year), ordinary income to ¥31,561 million (up 57.9% year-on-year) and net income to ¥16,802 million (up 51.8% year-on-year).

Regarding the impact of the East Japan Great Earthquake, although there were no human losses or property damage to the Daicel Group, we recorded ¥343 million of disaster-related losses, including fixed costs during shutdown, as extraordinary loss.

[2] Operating performance by business segment

[Cellulosic Derivatives]

Sales of cellulose acetate declined because sales of LCD film applications were adversely affected by the flagging demand for LCD panels after early autumn.

Meanwhile, sales of acetate tow for cigarette filters rose despite decrease in demand resulting from the tobacco tax hike in Japan and the strong yen. The increase is attributable to stable demand in Asia centering on China and to expansion of the production capacity at Himeji Production Sector’s Aboshi Plant in January 2010.

Consequently, overall segment sales amounted to ¥76,551 million (a slight decrease from the previous year). Operating income was ¥12,069 million (remaining unchanged from the previous year).

[Organic Chemicals]

Sales of acetic acid, or the segment’s principal product, increased owing to a recovery in demand mainly for purified terephthalic acid (PTA), its primary application.

Sales increase was also recorded for other products, such as acetic acid derivative and solvents, backed by recovery in domestic demand, along with the start of full-scale operation of the ethanol-based ethyl acetate production facility at Ohtake Plant.

Functional products such as caprolactone derivatives, epoxy compounds, semiconductor resist materials and others posted gains in sales thanks to the recovery and subsequent boom in the e-materials market. In the chiral chemicals (chiral enantiomers) business, such as optical resolution column and pharmaceutical intermediates, brisk column sales for China and India pushed up sales.

Consequently, overall segment sales amounted to ¥80,870 million (up 8.9% year-on-year). Operating income was ¥6,922 million (up 18.2% year-on-year).

[Plastics and Films]

Sales of engineering plastics, such as polyacetal (POM), polybutylene terephthalate (PBT) and liquid crystal polymers (LCP), grew significantly driven by the recovery in primary applications such as automobiles, OA devices, home electronics and other sectors in both Japan and overseas.

Recovery in demand for automobiles and home electronics, etc. also increased sales in the resin compound business centering on AS/ABS resins and engineering plastics alloy resins.

Meanwhile, sales in the resin processing business, including sheets, molded containers and films, declined due primarily to sluggish demand in the Japanese food industry, despite healthy sales of some film products.

Consequently, overall segment sales amounted to ¥136,987 million (up 22.8% year-on-year). Operating income was ¥14,576 million (up 175.9% year-on-year).

[Pyrotechnic Devices]

Sales of automobile airbag inflators (gas-generating devices) and gas-generating devices for seat belt pretensioner (PGG) rose because of rebound in sales volume supported by increasing automobile demand in China and other Asian regions.

As for the aerospace & defense businesses, sales of items such as gunpowder, missile components and pilot emergency-escape systems dropped due to decline in the quantities of some products procured by the Ministry of Defense.

Consequently, overall segment sales amounted to ¥52,870 million (up 3.1% year-on-year). Operating income was ¥5,863 million (up 21.5% year-on-year).

[Functional Products and Others]

Sales in the membrane business, including membrane modules for water treatment, dropped due mainly to decline in the official demand for sewage treatment.

Meanwhile, transport, warehousing and other businesses posted sales growth.

Consequently, overall segment sales amounted to ¥6,404 million (up 3.6% year-on-year). Operating income was ¥1,299 million (up 62.4% year-on-year).

2. Outlook for Fiscal 2012

With the impact of rising raw fuel prices caused by political disorder in the Middle East and other areas, along with far-reaching impact of the Great East Japan Earthquake that occurred in March, the Japanese economy is expected to remain unclear and unpredictable.

The chemical industry, like others, is called on to better respond to the earthquake-related risks which include electric power shortage, securing of raw fuel, and rumor damage. On top of this, there are many other issues to address, such as maintaining of cost competitiveness, enhancement of R&D, reduction of greenhouse gas emission, compliance with intensifying environmental and safety regulations and so on, which make the business environment even more challenging.

Under such circumstances, business performance of the Daicel Group for the year ending March 2012 is forecasted to be largely subject to the strong yen, high raw fuel prices, and the impact of the Great East Japan Earthquake in the automobile, electronics and other industries where our products are primarily used. As a result of estimation based on the information currently available on such factors, we forecast sales of ¥364,000 million, operating income of ¥27,000 million, ordinary income of ¥27,500 million and net income of ¥16,000 million.

Revision to forecasts of future earnings will be announced immediately as the need arises.

3. Progress of the Mid-Term Management Plan and achievement status of the target management benchmark

The Daicel Group has made a 3-year action plan ending Fiscal 2014 (fiscal year ending March 2014), called the new mid-term plan “3D-I”, as the first step toward achievement of our long-term vision, “Grand Vision 2020.” The “3D-I” has its target set to the Group’s consolidated sales of ¥420,000 million and operating income of ¥45,000 million for Fiscal 2014, the final year of the plan.

(2) Analysis of financial position

1. Changes in assets, liabilities and equity

Total assets at March 31, 2011 were ¥411,071 million, down by ¥17,305 million from March 31, 2010. Although there were increases in cash, deposits and inventories, the overall decrease reflects declines in property, plant and equipment and in current prices of investment securities.

Total liabilities were ¥175,734 million, down by ¥23,637 million from March 31, 2010, due primarily to repayment of long-term loans.

Total net assets were ¥235,336 million. Total shareholders’ equity, which is net assets minus minority interests, was ¥212,052 million. Shareholders’ equity ratio was 51.6%.

2. Situation of cash flows

Cash flows from operating activities

Cash flow from operating activities during the consolidated fiscal year under review increased by ¥53,428 million (an increase of ¥66,445 million for the same period last year). The increase in funds was mainly attributable to ¥29,712 million of net income before income taxes, ¥33,528 million of depreciation and amortization, and ¥3,934 million of increase in accounts payable. Meanwhile, the main factors for the decrease in funds were ¥9,762 million of payment of corporate income taxes and ¥9,022 million of increase in inventories.

Cash flows from investment activities

Cash flow from investment activities during the consolidated fiscal year under review decreased by ¥20,141 million (a decrease of ¥16,471 million for the same period last year), mainly because of an expenditure of ¥11,393 million for purchase of property, plant and equipment, ¥6,496 million of increase in marketable securities and ¥2,629 million of increase in time deposit.

Cash flows from financing activities

Cash flow from financing activities during the consolidated fiscal year under review decreased by ¥28,170 million (a decrease of ¥50,735 million for the same period last year). The increase in funds was mainly attributable to ¥5,163 million in long-term loans, and the main factors for the decrease in funds were

¥24,154 million of repayment of long-term loans, ¥4,591 million of payment of minority interest dividend and ¥3,558 million of dividend payment.

As a result, cash and cash equivalents at March 31, 2011 totaled ¥33,724 million.

The table below shows trends in cash flow indicators.

	March 2008	March 2009	March 2010	March 2011
Shareholders' equity ratio (%)	41.4	42.3	48.1	51.6
Shareholders' equity ratio on market value basis (%)	35.7	28.2	53.4	44.4
Ratio of interest-bearing debts to cash flow (year)	2.7	3.6	1.6	1.8
Interest coverage ratio (times)	14.1	13.7	28.7	29.4

(Notes) Shareholders' equity ratio: Shareholders' equity/Total assets

Shareholders' equity ratio on market value basis: Market capitalization /Total assets

Ratio of interest-bearing debts to cash flow: Interest-bearing debts/Cash flow from operating activities

Interest coverage ratio: Cash flow from operating activities/Interest expenses

1. Each indicator is calculated based on consolidated financial results.

2. Market capitalization is calculated by multiplying the closing price at the year-end by the number of outstanding shares at the year-end (excluding treasury stocks).

3. Cash flow from operating activities is net cash reported on the consolidated cash flow statement.

Interest-bearing debts include all consolidated balance sheet-reported liabilities on which interest is paid.

For interest expenses, the amount of interest payment reported on the consolidated cash flow statement is used.

(3) Basic policy for profit distribution and dividends for Fiscal 2011 and 2012

Daicel Chemical's basic dividend policy, from a comprehensive and long-term perspective, is to distribute profits in a balanced manner, taking into consideration a stable and sustainable shareholder return that is in line with the Company's consolidated financial results in each fiscal year, as well as enhancement of internal reserves to improve medium-to long-term shareholder value based on a more solid revenue base. The Company will also facilitate acquisition of its treasury stocks as a shareholder return measure to complement dividend payment.

As for the number of dividend payments in each fiscal year, we pay dividends twice a year based on the record dates: the end of the second quarter and the end of the year.

Internal reserves will be applied to investment in business expansion and reinforcement of highly-profitable business structure, such as R&D for new business development and strengthening of existing businesses, new construction and extension of facilities, efficiency improvement measures and so on. By achieving the future business development, we will ensure a growing benefit to our shareholders.

In our 3-year "3D-I" mid-term plan from Fiscal 2012 to 2014, we have set a target of 30% for the shareholder return ratio (amount of dividends plus amount of treasury stocks acquired divided by consolidated net income for the year) to be achieved by its final year.

Daicel's consolidated business results for Fiscal 2011 recorded increases in both sales and profits, supported by recovery in product demand mainly in the first half of the year.

Considering these results and based on our dividend policy as outlined above, we will hold discussions at the 145th ordinary general meeting of shareholders to be held on June 28, 2011 to increase the dividend by

¥2 and pay an ordinary dividend of ¥6 per share. This, together with the interim dividend of ¥4 per share already paid in December 2010, will achieve an annual dividend of ¥10 per share for the year ended March 2011.

For the next fiscal year, Daicel Chemical currently plans to pay an annual dividend of ¥10 per share (including an interim dividend of ¥5).

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: Millions of Yen)

	As of Mar. 31, 2010	As of Mar. 31, 2011
Assets		
Current assets		
Cash and deposits	23,792	34,140
Notes and accounts receivable-trade	73,281	70,628
Short-term investment securities	7,126	9,935
Inventories	62,614	70,503
Deferred tax assets	4,310	4,636
Other	9,241	8,120
Allowance for doubtful accounts	(135)	(56)
Total current assets	180,232	197,908
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	50,336	47,113
Machinery, equipment and vehicles, net	89,094	69,956
Tools, furniture and fixtures, net	2,647	2,339
Land	26,423	26,543
Construction in progress	6,847	4,734
Total property, plant and equipment	175,350	150,689
Intangible assets	3,771	2,799
Investments and other assets		
Investment securities	54,154	45,828
Deferred tax assets	848	884
Other	14,286	13,107
Allowance for doubtful accounts	(265)	(145)
Total investments and other assets	69,022	59,673
Total noncurrent assets	248,144	213,162
Total assets	428,376	411,071

	As of Mar. 31, 2010	As of Mar. 31, 2011
Liabilities		
Current liabilities		
Notes and accounts payable-trade	42,453	44,991
Short-term loans payable	11,665	9,815
Current portion of long-term loans payable	24,282	12,806
Lease obligations	29	28
Income taxes payable	4,990	3,710
Provision for repairs	126	3,332
Other	18,619	16,061
Total current liabilities	<u>102,166</u>	<u>90,745</u>
Noncurrent liabilities		
Bonds payable	30,000	30,000
Long-term loans payable	49,873	41,592
Lease obligations	43	14
Deferred tax liabilities	6,224	1,950
Provision for retirement benefits	9,050	9,428
Provision for directors' retirement benefits	75	54
Provision for repairs	1,043	70
Asset retirement obligation	-	1,039
Other	894	838
Total noncurrent liabilities	<u>97,205</u>	<u>84,988</u>
Total liabilities	<u>199,371</u>	<u>175,734</u>
Net assets		
Shareholders' equity		
Common stock	36,275	36,275
Capital surplus	31,576	31,576
Retained earnings	130,569	143,813
Treasury stock	(4,101)	(4,195)
Total shareholders' equity	<u>194,319</u>	<u>207,472</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	16,903	12,516
Deferred gains or losses on hedges	(170)	(153)
Foreign currency translation adjustment	(4,916)	(7,783)
Total accumulated other comprehensive income	<u>11,816</u>	<u>4,579</u>
Minority interests	<u>22,868</u>	<u>23,284</u>
Total net assets	<u>229,004</u>	<u>235,336</u>
Total liabilities and net assets	<u>428,376</u>	<u>411,071</u>

(2) Consolidated Statements of Income

(Unit: Millions of Yen)

	Year ended Mar. 31, 2010	Year ended Mar. 31, 2011
Net Sales	320,243	353,684
Cost of sales	250,950	269,791
Gross profit	69,292	83,893
Selling, general and administrative expenses	48,436	51,182
Operating Income	20,856	32,711
Non-operating income		
Interest income	177	205
Dividends income	811	889
Equity in earnings of affiliates	1,256	1,361
Other	1,386	704
Total non-operating income	3,631	3,161
Non-operating expenses		
Interest expenses	2,331	1,783
Foreign exchange loss	-	1,186
Other	2,163	1,340
Total non-operating expenses	4,494	4,311
Ordinary income	19,993	31,561
Extraordinary gain		
Gain on disposal of noncurrent assets	21	9
Gain on sales of investment securities	152	92
Gain on sales of subsidiaries and affiliates' stocks	-	382
Total extraordinary gain	173	484
Extraordinary loss		
Loss on retirement of noncurrent assets	2,000	479
Impairment loss	856	318
Loss on valuation of investment securities	-	361
Loss on disaster	-	343
Settlement package	398	-
Effect of application of accounting standard for asset retirement obligations	-	831
Total extraordinary loss	3,255	2,334
Income before income taxes and minority interests	16,910	29,712
Income Taxes		
Income taxes -current	6,046	7,144
Income taxes for prior periods	-	1,540
Income taxes-deferred	(819)	(1,870)
Total income taxes	5,226	6,813
Income before minority interests	-	22,898
Minority interests in income (loss)	614	6,095
Net income	11,069	16,802

(3) Consolidated Statement of Comprehensive Income

(Unit: Millions of Yen)

	Year ended Mar. 31, 2010	Year ended Mar. 31, 2011
Income before minority interests	-	22,898
Other comprehensive income		
Valuation difference on available-for-sale securities	-	(4,399)
Deferred gains or losses on hedges	-	33
Foreign currency translation adjustment	-	(3,277)
Share of other comprehensive income of associates accounted for using equity method	-	(329)
Total other comprehensive income	-	(7,973)
Comprehensive income	-	14,925
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	-	9,565
Comprehensive income attributable to minority interests	-	5,359

(4) Consolidated Statement of Cash Flows

(Unit: Millions of Yen)

	Year ended Mar. 31, 2010	Year ended Mar. 31, 2011
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	16,910	29,712
Depreciation and amortization	37,781	33,528
Impairment loss	856	318
Interest and dividends income	(989)	(1,094)
Interest expenses	2,331	1,783
Equity in (earnings) losses of affiliates	(1,256)	(1,361)
Loss (gain) on disposal of noncurrent assets	(21)	(9)
Loss on retirement of noncurrent assets	2,000	479
Decrease (increase) in notes and accounts receivable-trade	(13,202)	1,092
Decrease (increase) in inventories	13,823	(9,022)
Increase (decrease) in notes and accounts payable-trade	8,797	3,934
Other, net	1,587	3,323
Subtotal	<u>68,621</u>	<u>62,685</u>
Interest and dividends income received	1,458	2,324
Interest expenses paid	(2,313)	(1,819)
Settlement package paid	(398)	-
Income taxes paid	(2,946)	(9,762)
Income taxes refund	2,024	-
Net cash provided by (used in) operating activities	<u>66,445</u>	<u>53,428</u>
Net cash provided by (used in) investing activities		
Net decrease (increase) in time deposits	-	(2,629)
Net decrease (increase) in short-term investment securities	-	(6,496)
Purchase of property, plant and equipment	(17,832)	(11,393)
Proceeds from sales of property, plant and equipment	137	14
Purchase of intangible assets	(591)	(358)
Purchase of investment securities	(20)	(1,920)
Proceeds from sales and redemption of investment securities	1,787	1,580
Payments of loans receivable	(613)	(32)
Collection of loans receivable	2,198	1,078
Payments for moving expense for expropriation	(477)	-
Other, net	(1,060)	18
Net cash provided by (used in) investing activities	<u>(16,471)</u>	<u>(20,141)</u>
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(45,042)	(938)
Proceeds from long-term loans payable	15,682	5,163
Repayment of long-term loans payable	(27,550)	(24,154)
Proceeds from issuance of bonds	19,892	-
Redemption of bonds	(10,000)	-
Purchase of treasury stock	(26)	(101)
Proceeds from sales of treasury stock	1	9
Cash dividends paid	(2,847)	(3,558)
Cash dividends paid to minority shareholders	(846)	(4,591)
Net cash provided by (used in) financing activities	<u>(50,735)</u>	<u>(28,170)</u>
Effect of exchange rate change on cash and cash equivalents	<u>382</u>	<u>(1,520)</u>
Net increase (decrease) in cash and cash equivalents	<u>(379)</u>	<u>3,595</u>
Cash and cash equivalents at beginning of period	<u>30,507</u>	<u>30,128</u>
Cash and cash equivalents at the end of period	<u>30,128</u>	<u>33,724</u>

3. Segment information

Year ended Mar. 31, 2010

(Unit: Millions of Yen)

	Cellulosic derivatives	Organic chemicals	Plastics and films	Pyrotechnic devices	Functional Products and others	Total	Corporate and eliminations	Consolidated
Net sales								
Outside customers	76,938	74,234	111,588	51,298	6,183	320,243	-	320,243
Intersegment sales	2,679	10,952	5	-	9,368	23,006	(23,006)	-
Total	79,618	85,186	111,593	51,298	15,552	343,249	(23,006)	320,243
Operating income (loss)	12,053	5,857	5,283	4,825	800	28,821	(7,965)	20,856
Assets	96,558	74,404	123,299	52,140	7,296	353,698	74,677	428,376
Depreciation	15,509	8,492	7,214	4,613	312	36,142	550	36,693
Investment in equity method investees	3,317	397	2,511	-	-	6,226	-	6,226
Capital expenditure	4,729	5,637	2,732	3,004	109	16,212	268	16,481

Year ended Mar. 31, 2011

(Unit: Millions of Yen)

	Cellulosic derivatives	Organic chemicals	Plastics and films	Pyrotechnic devices	Functional Products and others	Total	Corporate and eliminations	Consolidated
Net sales								
Outside customers	76,551	80,870	136,987	52,870	6,404	353,684	-	353,684
Intersegment sales	2,781	14,384	10	-	10,133	27,309	(27,309)	-
Total	79,332	95,255	136,997	52,870	16,537	380,993	(27,309)	353,684
Operating income	12,069	6,922	14,576	5,863	1,299	40,731	(8,020)	32,711
Assets	87,712	69,095	124,172	48,458	7,165	336,604	74,467	411,071
Depreciation	12,754	8,098	6,458	4,632	299	32,244	542	32,786
Investment in equity method investees	3,373	137	2,112	-	-	5,624	-	5,624
Capital expenditure	908	2,626	3,429	2,067	287	9,320	592	9,912

4. Related information

(1) Product and Service information

Year ended Mar. 31, 2011

(Unit: Millions of Yen)

	Cellulosic derivatives	Organic chemicals	Plastics and films	Pyrotechnic devices	Functional Products and others	Total
Sales to outside customers	76,551	80,870	136,987	52,870	6,404	353,684

(2) Geographic information

(i) Net sales

Year ended Mar. 31, 2011

(Unit: Millions of Yen)

Japan	Asia		Other	Total
	China	Other		
213,781	42,991	55,290	41,621	353,684

(ii) Property, Plant and equipment

Year ended Mar. 31, 2011

(Unit: Millions of Yen)

Japan	Asia	Other	Total
123,100	20,681	6,907	150,689

8. Information of Impairment loss

Year ended Mar. 31, 2011

(Unit: Millions of Yen)

Cellulosic derivatives	Organic chemicals	Plastics and films	Pyrotechnic devices	Functional Products and others	Corporate and eliminations	Total
-	244	74	-	-	-	318