

Summary of Consolidated Business Results for the Three Months Ended June 30, 2015 [Japanese GAAP]

August 5, 2015

Company name : Sumitomo Bakelite Co., Ltd. Stock exchanges : Tokyo
 Securities code : 4203 URL : <http://www.sumibe.co.jp/english>
 Representative : Shigeru Hayashi, President
 Contact person : Susumu Yamaguchi, Manager of Accounting Dept., Corporate Finance & Planning Div.
 TEL +81-3-5462-4111

Date of the submission of Quarterly Securities Report : August 7, 2015
 Date of the start of dividend payment : -
 Quarterly results supplementary documents : Yes
 Quarterly results briefing : Yes (For analysts and institutional investors)

(All amounts presented in million yen are rounded down to the nearest million yen.)

1. Consolidated Business Results for the Three Months Ended June 30, 2015

(1) Consolidated financial results (% represents year-over-year increase (decrease).)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
April 2015 - June 2015	52,993	7.4	2,684	11.8	2,834	4.2	1,643	(15.9)
April 2014 - June 2014	49,320	9.3	2,401	25.5	2,719	10.2	1,954	25.4

(Note) Comprehensive income April 2015 - June 2015 : 5,951 millions of yen 944.9%, April 2014 - June 2014 : 569 millions of yen (92.6)%

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
April 2015 - June 2015	6.82	-
April 2014 - June 2014	8.11	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2015	286,449	175,814	60.8
As of March 31, 2015	285,927	170,949	59.2

(Reference) Equity (net assets less non-controlling interests) June 30, 2015 : 174,160 millions of yen, March 31, 2015 : 169,215 millions of yen

2. Dividends

	Annual dividends per share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total
	Yen	Yen	Yen	Yen	Yen
April 2014 - March 2015	-	5.00	-	5.00	10.00
April 2015 - March 2016	-	-	-	-	-
April 2015 - March 2016 (Forecasts)	-	5.00	-	5.00	10.00

(Note) Revisions of the latest dividend forecasts: None

3. Consolidated Financial Forecasts for the Year Ending March 31, 2016

(% represents year-over-year increase (decrease).)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
April 2015 - September 2015	113,000	13.2	6,500	36.7	6,700	35.1	4,300	31.3	17.85
April 2015 - March 2016	230,000	9.7	14,000	28.4	14,300	27.0	9,200	29.3	38.20

(Note) Revisions of the latest financial forecasts: None

[Notes]

- (1) Changes in significant subsidiaries (changes in "Specified Subsidiaries" accompanying changes in scope of consolidation) during this period : None
- (2) Adoption of special accounting methods for quarterly financial statements : None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatements
- a) Changes in accounting policies by revision of accounting standards : Yes
 - b) Changes in accounting policies other than a) : None
 - c) Changes in accounting estimates : None
 - d) Retrospective restatements : None

(4) Number of outstanding stocks

(shares)

a) Number of outstanding stocks (including treasury stocks)

As of June 30, 2015	262,952,394	As of March 31, 2015	262,952,394
---------------------	-------------	----------------------	-------------

b) Number of treasury stocks

As of June 30, 2015	22,088,884	As of March 31, 2015	22,085,400
---------------------	------------	----------------------	------------

c) Average number of outstanding stocks during the period
(excluding treasury stocks)

April 2015 - June 2015	240,865,079	April 2014 - June 2014	240,887,218
------------------------	-------------	------------------------	-------------

(Information on implementation status of quarterly review)

This "Summary of Consolidated Business Results" is not subject to quarterly review procedures based on "Financial Instruments and Exchange Act". The review procedures for the financial statements have not been completed when this summary is disclosed.

(Information on appropriate use of forecasts)

The forecasts in this summary are based on information which is available to Sumitomo Bakelite Co., Ltd. at the time of preparation and definite assumptions deemed to be reasonable. The Company's intention is not to assure realization of the forecasts. Moreover, actual results may differ due to various factors.

(Information on this "Summary of Consolidated Business Results")

This "Summary of Consolidated Business Results" is extracted and translated, solely for readers' convenience, from a Japanese version which is prepared in accordance with accounting policies and practices generally accepted in Japan ("Japanese GAAP"). Japanese GAAP are different from International Financial Reporting Standards and standards in other countries in certain respects.

Quarterly Consolidated Financial Statements

(1) Quarterly consolidated balance sheets

(Millions of yen)

	March 31, 2015	June 30, 2015
Assets		
Current assets		
Cash and deposits	49,966	45,917
Notes and accounts receivable-trade	44,766	45,108
Merchandise and finished goods	13,267	13,811
Semi-finished goods	3,870	3,727
Work in process	1,222	1,491
Raw materials and supplies	12,725	12,874
Others	6,475	6,744
Allowance for doubtful accounts	(62)	(58)
Total current assets	132,231	129,616
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	31,691	32,950
Machinery, equipment and vehicles, net	35,165	40,586
Others, net	25,840	20,141
Total property, plant and equipment	92,698	93,679
Intangible assets		
Goodwill	28,060	27,999
Others	2,429	2,470
Total intangible assets	30,489	30,470
Investments and other assets	30,508	32,683
Total non-current assets	153,696	156,832
Total assets	285,927	286,449

(Millions of yen)

	March 31, 2015	June 30, 2015
Liabilities		
Current liabilities		
Notes and accounts payable-trade	29,721	29,143
Short-term loans payable	7,979	8,142
Commercial paper	18,000	14,000
Income taxes payable	1,283	1,214
Provision for bonuses	2,895	1,308
Others	10,824	11,564
Total current liabilities	70,703	65,372
Non-current liabilities		
Long-term loans payable	35,086	35,087
Net defined benefit liability	3,643	3,800
Other provisions	82	82
Others	5,461	6,293
Total non-current liabilities	44,273	45,262
Total liabilities	114,977	110,634
Net assets		
Shareholders' equity		
Capital stock	37,143	37,143
Capital surplus	35,358	35,358
Retained earnings	86,829	87,567
Treasury stock	(11,949)	(11,951)
Total shareholders' equity	147,381	148,117
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,643	10,058
Foreign currency translation adjustments	14,270	17,085
Remeasurements of defined benefit plans	(1,080)	(1,101)
Total accumulated other comprehensive income	21,833	26,043
Non-controlling interests	1,734	1,653
Total net assets	170,949	175,814
Total liabilities and net assets	285,927	286,449

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income
(Quarterly consolidated statements of income)

(Millions of yen)

	Three months ended June 30, 2014 (From April 1, 2014 to June 30, 2014)	Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)
Net sales	49,320	52,993
Cost of sales	35,634	37,583
Gross profit	13,685	15,409
Selling, general and administrative expenses	11,284	12,724
Operating income	2,401	2,684
Non-operating income		
Interest income	48	102
Dividends income	205	214
Equity in earnings of affiliates	47	35
Foreign exchange gains	110	148
Others	67	51
Total non-operating income	478	551
Non-operating expenses		
Interest expenses	63	68
Taxes and dues	-	228
Others	96	105
Total non-operating expenses	160	402
Ordinary income	2,719	2,834
Extraordinary income		
Gain on sales of non-current assets	85	7
Insurance income	-	267
Total extraordinary income	85	274
Extraordinary loss		
Loss on sales and retirement of non-current assets	30	19
Loss on valuation of investment securities	4	-
Loss on disaster	-	215
Impairment loss	21	-
Others	0	4
Total extraordinary loss	57	238
Income before income taxes and non-controlling interests	2,748	2,871
Income taxes-current	521	686
Income taxes-deferred	239	495
Total income taxes	760	1,182
Profit	1,987	1,688
Profit attributable to non-controlling interests	32	45
Profit attributable to owners of parent	1,954	1,643

(Quarterly consolidated statements of comprehensive income)

	(Millions of yen)	
	Three months ended June 30, 2014 (From April 1, 2014 to June 30, 2014)	Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)
Profit	1,987	1,688
Other comprehensive income		
Valuation difference on available-for-sale securities	165	1,412
Foreign currency translation adjustments	(1,606)	2,887
Remeasurements of defined benefit plans	9	(19)
Share of other comprehensive income of associates accounted for using equity method	13	(17)
Total other comprehensive income	(1,418)	4,262
Comprehensive income	569	5,951
(Comprehensive income attributable to)		
Owners of parent	532	5,849
Non-controlling interests	36	101

Segment Information

I Three months ended June 30, 2014 (From April 1, 2014 to June 30, 2014)

(Millions of yen)

	Reportable segments				Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products	Subtotal				
Sales								
Outside customers	11,907	21,507	15,738	49,153	166	49,320	-	49,320
Inter-segment	-	88	0	89	-	89	(89)	-
Total sales	11,907	21,596	15,739	49,242	166	49,409	(89)	49,320
Segment income (loss)	1,597	1,145	423	3,166	(15)	3,150	(749)	2,401

II Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)

(Millions of yen)

	Reportable segments				Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products	Subtotal				
Sales								
Outside customers	11,702	24,192	16,943	52,838	154	52,993	-	52,993
Inter-segment	-	69	0	69	-	69	(69)	-
Total sales	11,702	24,261	16,943	52,908	154	53,063	(69)	52,993
Segment income	1,344	1,395	737	3,476	28	3,505	(820)	2,684

Major products and services categorized in each reportable segment are as follows:

Reportable segments	Major products and services
Semiconductor materials	Epoxy resin molding compounds for encapsulation of semiconductor devices, Positive-type photosensitive coating resins for semiconductor wafers, Pastes for die bonding, Semiconductor substrate materials
High-performance plastics	Phenolic molding compounds, Phenolic resins for industrial use, Molded parts and molding dies, Synthetic resin adhesive, Phenolic resin copper-clad laminates, Epoxy resin copper-clad laminates, Aerospace interior components
Quality of life products	Medical devices, Melamine resin decorative and fireproof laminates, Polyvinyl chloride sheets and multilayered films, Freshness preserving films, Polycarbonate resin plates, Polyvinyl chloride plates, Design and construction of sheet waterproof system, Biotechnology related products