

Consolidated Financial Results for the Fiscal Year Ended March 31, 2019 <under Japanese GAAP>

| | | | |
|---|---|--------|--------------------------------|
| Company name: | Nippon Chemi-Con Corporation | | |
| Listing: | First Section of the Tokyo Stock Exchange | | |
| Stock code: | 6997 | URL: | http://www.chemi-con.co.jp/ |
| Representative: | Ikuo Uchiyama, President and Representative Director | | |
| Inquiries: | Shuichi Shiraiishi, Director | Phone: | +81-3-5436-7711(from overseas) |
| Scheduled date of ordinary general meeting of shareholders: | June 27, 2019 | | |
| Scheduled date to commence dividend payments: | June 28, 2019 | | |
| Scheduled date to file Securities Report: | June 27, 2019 | | |
| Supplementary materials on financial results: | Yes | | |
| Financial results briefing session: | Yes (for institutional investors and securities analysts) | | |

(Millions of yen rounded down, unless otherwise stated)

1. Consolidated business performance for the fiscal year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)

(1) Consolidated operating results (Percentages indicate year-on-year changes.)

| | Net sales | | Operating income | | Ordinary income | | Profit (loss) attributable to owners of parent | |
|----------------------------------|-----------------|------|------------------|--------|-----------------|-------|--|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Fiscal year ended March 31, 2019 | 140,951 | 5.7 | 5,137 | (11.7) | 4,833 | 9.5 | 917 | — |
| March 31, 2018 | 133,362 | 14.7 | 5,818 | 74.3 | 4,416 | 120.5 | (16,056) | — |

Note: Comprehensive income For the fiscal year ended March 31, 2019: (999) million yen (—%)

For the fiscal year ended March 31, 2018: (13,655) million yen (—%)

| | Profit (loss) per share | Diluted net income per share | Return on equity | Ordinary income to total assets | Operating income to net sales |
|----------------------------------|-------------------------|------------------------------|------------------|---------------------------------|-------------------------------|
| | Yen | Yen | % | % | % |
| Fiscal year ended March 31, 2019 | 56.36 | — | 1.9 | 3.4 | 3.6 |
| March 31, 2018 | (985.77) | — | (28.6) | 3.1 | 4.4 |

Reference: Equity in earnings of affiliates

For the fiscal year ended March 31, 2019: 510 million yen

For the fiscal year ended March 31, 2018: 375 million yen

The Company consolidated its shares with a ratio of ten shares of common stock into one share, on October 1, 2017.

Profit (loss) per share have been calculated under the assumption that this share consolidation was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of March 31, 2019 | 138,284 | 47,914 | 34.4 | 2,921.53 |
| March 31, 2018 | 142,711 | 49,410 | 34.4 | 3,012.97 |

Reference: Equity

As of March 31, 2019: 47,572 million yen

As of March 31, 2018: 49,069 million yen

(3) Consolidated cash flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Period-end cash and cash equivalents |
|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen |
| Fiscal year ended March 31, 2019 | (13,856) | (8,771) | 17,128 | 19,005 |
| March 31, 2018 | 5,305 | (7,265) | (1,759) | 24,634 |

2. Dividends

| | Annual dividends | | | | | Total cash dividends (Annual) | Dividend payout ratio (Consolidated) | Dividends to net assets ratio (Consolidated) |
|--|-------------------|--------------------|-------------------|-----------------|-------|-------------------------------|--------------------------------------|--|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total | | | |
| Fiscal year ended March 31, 2018 | — | 0.00 | — | 30.00 | 30.00 | 488 | — | 0.9 |
| March 31, 2019 | — | 0.00 | — | 30.00 | 30.00 | 488 | 53.2 | 1.0 |
| Fiscal year ending March 31, 2020 (Forecast) | — | 0.00 | — | 30.00 | 30.00 | | 14.0 | |

The Company consolidated its shares with a ratio of ten shares of common stock into one share, on October 1, 2017.

Year-end dividend per share for the year ended March 31, 2018 takes the share consolidation into account.

Without taking share consolidation into account, annual dividends per share for the year ended March 31, 2018 is 3 yen.

The annual dividends for the fiscal year ended March 31, 2019 are scheduled to be paid from Other Capital Surplus.

3. Forecast of consolidated operating results for the fiscal year ending March 31, 2020

(from April 1, 2019 to March 31, 2020)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | | Profit per share |
|--|-----------------|--------|------------------|--------|-----------------|--------|---|-------|------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| First six months ending September 30, 2019 | 64,000 | (11.3) | 1,500 | (52.1) | 1,300 | (58.1) | 900 | — | 55.27 |
| Fiscal year ending March 31, 2020 | 138,000 | (2.1) | 5,300 | 3.2 | 5,000 | 3.4 | 3,500 | 281.4 | 214.94 |

Note: Forward-looking statements in this document are forecasts we have deemed to be reasonable based on information available at the time of creation. Due to a variety of factors, actual results may differ from published forecasts.