

Third Quarter, 2016 Consolidated Financial Results (Summary)

1. Third Quarter Results 2016

(1) Summary

(Unit: billions of yen)

[2016 forecast]

Items	2015 Jan.1 - Sept.30	2016 Jan.1 - Sept.30	Increase/ decrease	2016 Forecast *
Net Sales	594.1	488.9	-105.2	670.0
Operating Income	25.5	25.4	-0.1	30.0
Profit attributable to owners of parent	4.2	11.5	7.3	9.0

(2) Net Sales and Operating Income by Segment

(Unit: billions of yen)

[2016 forecast]

Segment		2015 Jan.1 - Sept.30	2016 Jan.1 - Sept.30	Increase/ decrease	2016 Forecast *
Net Sales	Petrochemicals	178.6	130.1	-48.5	180.0
	Chemicals	106.7	98.8	-7.9	135.0
	Electronics	98.5	74.1	-24.4	93.0
	Inorganics	49.3	37.5	-11.8	52.0
	Aluminum	75.9	72.5	-3.4	98.0
	Others	115.7	107.6	-8.2	157.0
	Adjustments	-30.6	-31.7	-1.1	-45.0
	Total	594.1	488.9	-105.2	670.0
Operating Income	Petrochemicals	8.6	13.4	4.7	15.0
	Chemicals	7.6	9.7	2.2	13.0
	Electronics	12.1	8.3	-3.7	9.5
	Inorganics	0.7	-5.0	-5.7	-5.5
	Aluminum	2.5	2.8	0.3	4.0
	Others	0.0	1.4	1.4	2.0
	Adjustments	-5.9	-5.2	0.7	-8.0
	Total	25.5	25.4	-0.1	30.0

*Forecast revised on Aug. 9, 2016.

(Unit: billions of yen)

Segment		2016 CQ1 Jan.1 - Mar.31	2016 CQ2 Apr.1 - Jun.30	2016 CQ3 Jul.1 - Sept.30
Net Sales	Petrochemicals	42.9	43.1	44.1
	Chemicals	32.1	32.8	33.9
	Electronics	22.3	24.7	27.2
	Inorganics	12.4	12.5	12.6
	Aluminum	22.0	25.8	24.7
	Others	36.2	36.7	34.7
	Adjustments	-10.5	-11.4	-9.9
	Total	157.4	164.1	167.3
Operating Income	Petrochemicals	1.5	5.9	6.0
	Chemicals	2.5	2.9	4.3
	Electronics	1.7	2.4	4.3
	Inorganics	-2.0	-2.4	-0.7
	Aluminum	0.2	1.2	1.3
	Others	0.5	0.5	0.4
	Adjustments	-1.7	-1.8	-1.7
	Total	2.9	8.7	13.9

2. Cash dividends

(Unit: yen)

Items	2015	2016 Forecast
Cash dividends per share	3.0	30.0 (planned)

SDK consolidated every ten shares of its common stock into one share on July 1, 2016. The above-mentioned "Cash dividends per share" for 2015 is calculated on the basis of the number of outstanding shares before this consolidation, while that for 2016 Forecast is calculated on the basis of the number of outstanding shares after this consolidation.

3. Reference

Items	2015 Jan.1 - Sept.30	2016 Jan.1 - Sept.30	Increase/ decrease
Exchange rate (yen/US\$)	120.9	108.7	Yen appreciated by 12.2
Domestic naphtha price (yen/kl)	47,700	32,400	-15,300

(Unit: billions of yen)

Items	Dec. 31, 2015	Sept. 30, 2016	Increase/ decrease
Total assets	941.3	897.8	-43.5
Interest-bearing debt	368.8	373.4	4.5

Note : The above forecast is based on the information available as of today and assumptions as of today regarding risk factors that could affect our future performance. Actual results may differ materially from the forecast due to a variety of risk factors, including, but not limited to, the economic conditions, costs of naphtha and other raw materials, demand for our products, market conditions, and foreign exchange rates. We undertake no obligation to update the forward-looking statements unless required by law.