

2014 Consolidated Financial Results (Summary)**I. Results for 2014****1. Summary**

(Unit: billions of yen, except for stockholders' equity/share, net income/share and cash dividends/share)

Items	2013 Jan.1 - Dec.31	2014 Jan.1 - Dec.31	Increase
Net Sales	848.1	<u>876.6</u>	<u>28.5</u>
Operating Income	26.0	<u>20.9</u>	<u>-5.0</u>
Net Income	9.1	3.5	<u>-5.6</u>
Net income per share	¥6.06	<u>¥2.38</u>	<u>¥-3.68</u>
Stockholders' equity per share	¥201.27	<u>¥210.15</u>	<u>¥8.88</u>
Cash dividends per share	¥3.00	¥3.00(planned)	-

2. Net sales and Operating Income by Segment (Year to year comparison)

(Unit: billions of yen)

Segment		2013 Jan.1 - Dec.31	2014 Jan.1 - Dec.31	Increase
Net Sales	Petrochemicals	286.7	281.4	-5.3
	Chemicals	130.7	139.1	8.4
	Electronics	136.5	138.5	2.0
	Inorganics	65.9	67.6	1.6
	Aluminum	90.4	98.0	7.6
	Others	176.5	<u>195.0</u>	<u>18.5</u>
	Adjustments	-38.7	-43.0	-4.3
	Total	848.1	<u>876.6</u>	<u>28.5</u>

Operating Income	Petrochemicals	4.4	-4.9	-9.3
	Chemicals	2.6	5.5	2.9
	Electronics	21.9	25.8	3.8
	Inorganics	-0.8	-0.3	0.5
	Aluminum	5.8	3.0	-2.8
	Others	-0.6	<u>-0.7</u>	<u>-0.1</u>
	Adjustments	-7.3	-7.4	-0.1
	Total	26.0	<u>20.9</u>	<u>-5.0</u>

3. Net sales and Operating Income by Segment (Quarterly transition)

(Unit: billions of yen)

Segment		2014 CQ1 Jan.1 - Mar.31	2014 CQ2 Apr.1 - Jun.30	2014 CQ3 Jul.1 - Sept.30	2014 CQ4 Oct.1 - Dec.31
Net Sales	Petrochemicals	62.1	57.7	82.9	78.8
	Chemicals	33.4	33.9	35.1	36.6
	Electronics	37.2	32.3	33.1	35.9
	Inorganics	16.0	17.4	17.6	16.6
	Aluminum	21.2	24.6	25.1	27.1
	Others	49.8	<u>49.3</u>	<u>49.6</u>	<u>46.3</u>
	Adjustments	-10.1	-11.4	-10.4	-11.1
	Total	209.6	<u>203.8</u>	<u>232.9</u>	<u>230.3</u>

Operating Income	Petrochemicals	-0.1	-1.9	1.3	-4.3
	Chemicals	1.0	0.4	1.8	2.3
	Electronics	8.1	5.1	5.7	6.9
	Inorganics	-0.4	-0.3	0.0	0.4
	Aluminum	0.9	0.9	0.7	0.5
	Others	0.2	0.1	0.1	-1.1
	Adjustments	-2.1	-1.4	-2.0	-1.9
	Total	7.6	3.0	7.7	<u>2.7</u>

II. Forecast for 2015

1. Summary

(Unit: billions of yen, except for net income/share and cash dividends/share)

Items	2014	2015 Forecast	Increase
Net Sales	<u>876.6</u>	900.0	<u>23.4</u>
Operating Income	<u>20.9</u>	40.0	<u>19.1</u>
Net Income	3.5	15.0	11.5
Net income per share	<u>¥2.38</u>	¥10.50	<u>¥8.12</u>
Cash dividends per share	¥3.00(planned)	¥3.00	-

2. Net sales and Operating Income by Segment

(Unit: billions of yen)

Segment		2014	2015 Forecast	Increase
Net Sales	Petrochemicals	281.4	262.0	-19.4
	Chemicals	139.1	153.0	13.9
	Electronics	138.5	149.0	10.5
	Inorganics	67.6	80.0	12.4
	Aluminum	98.0	111.0	13.0
	Others	<u>195.0</u>	182.0	<u>-13.0</u>
	Adjustments	-43.0	-37.0	6.0
Total		<u>876.6</u>	900.0	<u>23.4</u>

Operating Income	Petrochemicals	-4.9	7.0	11.9
	Chemicals	5.5	9.5	4.0
	Electronics	25.8	24.0	-1.8
	Inorganics	-0.3	4.0	4.3
	Aluminum	3.0	2.5	-0.5
	Others	<u>-0.7</u>	1.0	<u>1.7</u>
	Adjustments	-7.4	-8.0	-0.6
Total		<u>20.9</u>	40.0	<u>19.1</u>

(Note) Amount of "Adjustment" includes company-wide costs which are not allocated to each segment.

III. Cash Flow

(Unit: billions of yen)

Cash flows from:	2013	2014	Increase	2015 Forecast	Increase
Operating Activities	63.6	66.0	2.4	65.0	-1.0
Investing Activities	-46.7	-47.2	-0.5	-50.0	-2.8
Free Cash Flow	16.8	18.8	1.9	15.0	-3.8
Financing Activities	-6.8	-25.0	-18.2	-8.2	16.8
Newly Consolidated	5.6	3.6	-2.0	0.0	-3.6
Net increase in Cash	15.7	-2.7	-18.3	6.8	9.5

IV. Reference

(Unit: billions of yen, except for total number of employees, exchange rate and domestic naphtha price)

Items	2013	2014	Increase	2015 Forecast	Increase
Capital expenditures	44.4	47.3	2.9	51.2	3.8
Depreciation and amortization	39.8	40.7	0.9	42.6	1.9
R & D expenditures	20.4	20.4	-0.1	20.8	0.4
Gap between interest expense and	-2.8	-0.8	2.0	-3.4	-2.6
Total number of employees	10,234	10,577	343	11,164	587
Exchange rate (yen/US\$)	97.7	105.9	8.2	115.0	9.2
Domestic naphtha price (yen/kl)	65,250	69,700	4,450	51,000	-18,700
Interest-bearing debt	353.7	383.1	29.4	385.0	1.9
Total assets	985.8	1,011.2	25.4		

Notes : 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. Underlined parts are corrected from the previous version.