

NEWS RELEASE

SHOWA DENKO K.K.

13-9, Shiba Daimon 1-chome
Minato-ku Tokyo 105-8518

February 13, 2017

SDK to Postpone Announcement of 2016 Financial Results

Showa Denko (SDK) (TOKYO: 4004) has decided to postpone the announcement of its financial results for 2016, which was originally scheduled for February 14, 2017.

1. Reasons for the postponement

Shoko Co., Ltd. (Shoko), a consolidated subsidiary of SDK, is now required to undergo detailed examination of the way of recording sales by one of Shoko's subsidiaries to a specific customer. At this moment, Shoko is considering accounting procedures based on the recognition that the relevant transactions (approx. ¥6 billion in 2016) are financial transactions. As it will take some time to complete closing procedures, including additional auditing by a relevant auditing corporation, Shoko has decided to postpone the announcement of its financial results.

Although this issue is not expected to have significant influence on SDK's settlement of accounts for 2016, SDK has decided to wait for the completion of Shoko's closing procedures. As a result, SDK now expects that its announcement of financial results will take place more than 50 days after the end of the term.

2. Schedules

SDK is now scheduled to announce its financial results no later than March 7, 2017. The announcement will be made as soon as the details are finalized.

On February 14, 2017, SDK will announce a revised forecast of its financial results for 2016. Shoko is scheduled to announce its financial results no later than March 7, 2017.

We apologize for any inconvenience caused to our shareholders, investors, and other parties concerned.

For more information, contact:
Public Relations Office (Phone: 81-3-5470-3235)