# Summary of Consolidated Business Results for the Nine Months Ended December 31, 2014 [Japanese GAAP]

URL

February 5, 2015

Company name : Sumitomo Bakelite Co., Ltd. Stock exchanges : Tokyo

Securities code : 4203

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Date of the submission of Quarterly Securities Report : February 9, 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 Nine Months Ended December 31, 2014

(1) Consolidated financial results

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

: http://www.sumibe.co.jp/english

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
April 2014 - December 2014	153,162	8.3	7,700	25.8	8,004	15.9	5,159	14.3
April 2013 - December 2013	141,477	3.9	6,119	0.0	6,906	0.8	4,515	40.3

(Note) Comprehensive income April 2014 - December 2014: 19,824 millions of yen 9.6%, April 2013 - December 2013: 18,083 millions of yen 318.7%

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
April 2014 - December 2014	21.42	-
April 2013 - December 2013	18.74	-

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	
	Millions of yen	Millions of yen	%	
As of December 31, 2014	282,682	166,709	58.4	
As of March 31, 2014	236,825	150,344	62.9	

(Reference) Equity (net assets less minority interests) December 31, 2014: 164,977 millions of yen, March 31, 2014: 148,936 millions of yen

#### 2. Dividends

	Annual dividends per share							
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total			
	Yen	Yen	Yen	Yen	Yen			
April 2013 - March 2014	-	5.00	-	5.00	10.00			
April 2014 - March 2015	-	5.00	-					
April 2014 - March 2015				5.00	10.00			
(Forecasts)				5.00	10.00			

(Note) Revisions of the latest dividend forecasts: None

### 3. Consolidated Financial Forecasts for the Year Ending March 31, 2015

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

	Net sale	es	Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
April 2014 - March 2015	210,000	1.9	11,000	2.8	11,200	(2.6)	6,300	(3.0)	26.15

(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
b) Changes in accounting policies other than a)
c) Changes in accounting estimates
Yes
d) Retrospective restatements
None

(4) Number of outstanding stocks

(Shares)

a) Number of outstanding stocks	(including treasury stocks)
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b) Number of treasury stocks

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

As of December 31, 2014	262,952,394	As of March 31, 2014	262,952,394
As of December 31, 2014	22,080,857	As of March 31, 2014	22,064,282
April 2014 - December 2014	240,880,676	April 2013 - December 2013	240,902,587

(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.

March 31,	2014	December	31,	2014

Assets		
Current assets		
Cash and deposits	41,341	43,452
Notes and accounts receivable-trade	41,932	48,815
Merchandise and finished goods	11,849	14,176
Semi-finished goods	3,449	3,711
Work in process	536	1,354
Raw materials and supplies	11,141	13,125
Others	6,005	6,294
Allowance for doubtful accounts	( 55)	( 62
Total current assets	116,202	130,868
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	30,475	32,107
Machinery, equipment and vehicles, net	30,170	32,771
Others, net	26,781	29,019
Total property, plant and equipment	87,426	93,898
Intangible assets		
Goodwill	4,404	26,963
Others	1,549	2,595
Total intangible assets	5,953	29,559
Investments and other assets	27,242	28,355
Total non-current assets	120,622	151,813
Total assets	236,825	282,682

March 31, 2014 December 31, 2014

Liabilities		
Current liabilities		
Notes and accounts payable-trade	30,587	32,116
Short-term loans payable	5,763	6,198
Commercial paper	18,000	18,000
Income taxes payable	1,084	1,265
Provision for bonuses	2,628	1,543
Others	10,073	12,028
Total current liabilities	68,138	71,152
Non-current liabilities		
Long-term loans payable	11,300	37,435
Net defined benefit liability	3,133	3,420
Other provisions	124	102
Others	3,783	3,862
Total non-current liabilities	18,341	44,820
Total liabilities	86,480	115,972
Net assets		
Shareholders' equity		
Capital stock	37,143	37,143
Capital surplus	35,358	35,358
Retained earnings	83,169	84,875
Treasury stock	( 11,940)	( 11,947)
Total shareholders' equity	143,730	145,429
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,317	7,078
Foreign currency translation adjustments	( 501)	13,205
Remeasurements of defined benefit plans	( 611)	( 715)
Total accumulated other comprehensive income	5,205	19,568
Minority interests	1,408	1,711
Total net assets	150,344	166,709
Total liabilities and net assets	236,825	282,682

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

		(Millions of yer
	Nine months ended	Nine months ended
	December 31, 2013	December 31, 2014
	(From April 1, 2013	(From April 1, 2014
N I	to December 31, 2013)	to December 31, 2014)
Net sales	141,477	153,162
Cost of sales	102,721	110,137
Gross profit	38,755	43,024
Selling, general and administrative expenses	32,636	35,323
Operating income	6,119	7,700
Non-operating income		
Interest income	100	148
Dividends income	367	399
Amortization of negative goodwill	39	-
Equity in earnings of affiliates	68	176
Foreign exchange gains	465	35
Others	196	108
Total non-operating income	1,237	868
Non-operating expenses		
Interest expenses	209	227
Others	241	337
Total non-operating expenses	450	564
Ordinary income	6,906	8,004
Extraordinary income		
Gain on sales of non-current assets	4	106
Gain on sales of investment securities	4	-
Insurance income	40	-
Others	1	3
Total extraordinary income	51	109
Extraordinary loss		
Loss on sales and retirement of non-current assets	298	425
Loss on valuation of investment securities	1	4
Cost of business restructuring	8	-
Impairment loss	30	21
Others	58	6
Total extraordinary loss	398	458
Income before income taxes and minority interests	6,558	7,655
Income taxes-current	1,300	1,806
Income taxes-deferred	676	580
Total income taxes	1,976	2,387
Income before minority interests	4,581	5,268
Minority interests in income	66	108
Net income	4,515	5,159
rect income	4,313	J,±JJ

# (Quarterly consolidated statements of comprehensive income)

		( J - )
	Nine months ended	Nine months ended
	December 31, 2013	December 31, 2014
	(From April 1, 2013	(From April 1, 2014
	to December 31, 2013)	to December 31, 2014)
Income before minority interests	4,581	5,268
Other comprehensive income		
Valuation difference on available-for-sale securities	3,992	760
Foreign currency translation adjustments	9,673	13,889
Remeasurements of defined benefit plans	( 150)	( 105)
Share of other comprehensive income of	( 14)	12
associates accounted for using equity method	( 17)	12
Total other comprehensive income	13,501	14,556
Comprehensive income	18,083	19,824
(Comprehensive income attributable to)		
Owners of the parent	17,863	19,521
Minority interests	220	302

## **Segment Information**

I Nine months ended December 31, 2013 (From April 1, 2013 to December 31, 2013)

(Millions of yen)

		Reportable	e segments					
	Semicon- ductor materials	High- performance plastics	Quality of life products	Subtotal	Others	Total	Adjust- ment	Consoli- dated
Sales								
Outside customers	34,945	58,131	47,876	140,952	524	141,477	-	141,477
Inter-segment	-	300	0	300	-	300	( 300)	-
Total sales	34,945	58,431	47,876	141,253	524	141,777	( 300)	141,477
Segment income (loss)	3,853	2,725	2,397	8,976	( 27)	8,949	( 2,830)	6,119

II Nine months ended December 31, 2014 (From April 1, 2014 to December 31, 2014)

(Millions of yen)

		Reportable	e segments					
	Semicon- ductor materials	High- performance plastics	Quality of life products	Subtotal	Others	Total	Adjust- ment	Consoli- dated
Sales								
Outside customers	35,975	67,446	49,210	152,632	529	153,162	-	153,162
Inter-segment	-	268	0	269	-	269	( 269)	-
Total sales	35,975	67,715	49,211	152,902	529	153,431	( 269)	153,162
Segment income	4,579	3,300	2,028	9,907	9	9,917	( 2,216)	7,700

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				
	Medical devices, Melamine resin decorative and fireproof laminates, Polyvinyl chloride				
Quality of life products	sheets and multilayered films, Freshness preserving films, Polycarbonate resin plates,				
	Polyvinyl chloride plates, Design and construction of sheet waterproof system,				
	Biotechnology related products				