

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

(4) Number of outstanding stocks

(Shares)

- a) Number of outstanding stocks (including treasury stocks)
- b) Number of treasury stocks
- c) Average number of outstanding stocks during the period (excluding treasury stocks)

As of June 30, 2016	247,952,394	As of March 31, 2016	262,952,394
As of June 30, 2016	12,602,033	As of March 31, 2016	27,600,108
April 2016 - June 2016	235,351,420	April 2015 - June 2015	240,865,079

(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.

Quarterly consolidated Financial Statements

(1) Quarterly consolidated balance sheets

(Millions of yen)

	March 31, 2016	June 30, 2016
Assets		
Current assets		
Cash and deposits	44,876	40,668
Notes and accounts receivable-trade	41,783	40,637
Merchandise and finished goods	12,529	12,102
Semi-finished goods	3,754	3,692
Work in process	1,367	1,249
Raw materials and supplies	11,438	10,746
Others	7,819	6,818
Allowance for doubtful accounts	(55)	(51)
Total current assets	123,514	115,863
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	31,967	30,474
Machinery, equipment and vehicles, net	39,072	36,440
Others, net	16,285	15,758
Total property, plant and equipment	87,325	82,673
Intangible assets		
Goodwill	24,318	22,043
Others	2,128	1,920
Total intangible assets	26,446	23,963
Investments and other assets	22,836	22,201
Total non-current assets	136,607	128,838
Total assets	260,122	244,702

(Millions of yen)

March 31, 2016

June 30, 2016

	March 31, 2016	June 30, 2016
Liabilities		
Current liabilities		
Notes and accounts payable-trade	26,115	26,557
Short-term loans payable	4,879	4,799
Commercial paper	9,000	6,000
Income taxes payable	2,870	2,297
Provision for bonuses	2,730	1,263
Provision for cost of business restructuring	1,088	148
Others	9,384	10,240
Total current liabilities	56,068	51,307
Non-current liabilities		
Long-term loans payable	37,018	37,016
Net defined benefit liability	4,333	3,894
Other provisions	82	82
Others	3,710	3,229
Total non-current liabilities	45,145	44,222
Total liabilities	101,213	95,530
Net assets		
Shareholders' equity		
Capital stock	37,143	37,143
Capital surplus	35,358	35,358
Retained earnings	88,548	82,083
Treasury stock	(14,748)	(6,733)
Total shareholders' equity	146,300	147,851
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,206	4,717
Foreign currency translation adjustments	6,551	(4,161)
Remeasurements of defined benefit plans	(739)	(675)
Total accumulated other comprehensive income	11,018	(118)
Non-controlling interests	1,589	1,439
Total net assets	158,908	149,171
Total liabilities and net assets	260,122	244,702

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

(Millions of yen)

	Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)	Three months ended June 30, 2016 (From April 1, 2016 to June 30, 2016)
Net sales	52,993	49,185
Cost of sales	37,583	33,526
Gross profit	15,409	15,659
Selling, general and administrative expenses	12,724	11,948
Operating income	2,684	3,711
Non-operating income		
Interest income	102	46
Dividends income	214	204
Equity in earnings of affiliates	35	70
Foreign exchange gains	148	-
Others	51	63
Total non-operating income	551	385
Non-operating expenses		
Interest expenses	68	59
Foreign exchange losses	-	55
Taxes and dues	228	-
Others	105	91
Total non-operating expenses	402	206
Ordinary income	2,834	3,890
Extraordinary income		
Gain on sales of non-current assets	7	0
Gain on sales of investment securities	-	1
Insurance income	267	-
Total extraordinary income	274	2
Extraordinary loss		
Loss on sales and retirement of non-current assets	19	52
Loss on valuation of investment securities	-	10
Loss on disaster	215	-
Others	4	-
Total extraordinary loss	238	63
Profit before income taxes and non-controlling interests	2,871	3,829
Income taxes-current	686	702
Income taxes-deferred	495	316
Total income taxes	1,182	1,018
Profit	1,688	2,810
Profit attributable to non-controlling interests	45	82
Profit attributable to owners of parent	1,643	2,728

(Quarterly consolidated statements of comprehensive income)

	(Millions of yen)	
	Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)	Three months ended June 30, 2016 (From April 1, 2016 to June 30, 2016)
Profit	1,688	2,810
Other comprehensive income		
Valuation difference on available-for-sale securities	1,412	(488)
Foreign currency translation adjustments	2,887	(10,847)
Remeasurements of defined benefit plans	(19)	64
Share of other comprehensive income of associates accounted for using equity method	(17)	(13)
Total other comprehensive income	4,262	(11,284)
Comprehensive income	5,951	(8,474)
(Comprehensive income attributable to)		
Owners of parent	5,849	(8,409)
Non-controlling interests	101	(65)

Segment Information

I Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)

(Millions of yen)

	Reportable segments				Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products	Subtotal				
Sales								
Outside customers	11,702	24,192	16,943	52,838	154	52,993	-	52,993
Inter-segment	-	69	0	69	-	69	(69)	-
Total sales	11,702	24,261	16,943	52,908	154	53,063	(69)	52,993
Segment income	1,344	1,395	737	3,476	28	3,505	(820)	2,684

II Three months ended June 30, 2016 (From April 1, 2016 to June 30, 2016)

(Millions of yen)

	Reportable segments				Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products	Subtotal				
Sales								
Outside customers	11,554	21,777	15,674	49,006	179	49,185	-	49,185
Inter-segment	-	33	0	33	-	33	(33)	-
Total sales	11,554	21,810	15,674	49,039	179	49,219	(33)	49,185
Segment income	1,846	1,776	756	4,380	50	4,431	(719)	3,711

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