



Financial Results for the 2nd Quarter of the Fiscal Year Ending March 31, 2018

November 9, 2017

Listed stock exchanges: Tokyo Stock Exchange

Company name: Unitika Ltd.

Code number: 3103

URL: <http://www.unitika.co.jp/e/home.htm>

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Expected submission of quarterly report: November 13, 2017

Expected commencement date for paying dividend: –

Preparation of supplementary explanation documents for quarterly financial results: Yes

Holding of an analyst meeting for quarterly financial results: Yes (for securities analysts and institutional investors)

(Figures rounded down to nearest million yen.)

1. Consolidated performance for 2nd quarter of fiscal year ending March 31, 2018 (April 1, 2017 to September 30, 2017)

(1) Consolidated performance (accumulation) (Percentages represent changes from same period in previous year.)

	Net sales		Operating income		Ordinary income		Quarterly net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Q2 of FY ending March 31, 2018	63,064	0.8	5,797	(7.6)	5,334	29.1	4,752	32.5
Q2 of FY ended March 31, 2017	62,571	(14.6)	6,273	41.8	4,133	35.5	3,585	108.3

(Note) Comprehensive income Q2 of FY ending March 31, 2018: 4,613 million yen [41.5%]

Q2 of FY ended March 31, 2017: 3,261 million yen [83.1%]

	Quarterly net income per share		Diluted quarterly net income per share	
	Yen		Yen	
Q2 of FY ending March 31, 2018	78.96		50.81	
Q2 of FY ended March 31, 2017	53.51		27.57	

(Note) The Company implemented share consolidation effective as of October 1, 2017 by consolidating 10 common shares of the Company into one common share. *Quarterly net income per share* and *Diluted quarterly net income per share* were calculated on the assumption that the relevant share consolidation had been implemented at the beginning of the previous consolidated fiscal year.

(2) Consolidated financial situation

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
Q2 of FY ending March 31, 2018	199,414	36,930	16.8
FY ended March 31, 2017	211,872	45,264	19.7

(Reference) Shareholders' equity 2nd quarter of fiscal year ending March 31, 2018: 33,565 million yen

Fiscal year ended March 31, 2017: 41,841 million yen

2. Dividend payment

	Dividends per share				
	End of Q1	End of Q2	End of Q3	Year end	Total
	Yen				
FY ended March 31, 2017	—	0.00	—	0.00	0.00
FY ending March 31, 2018	—	0.00	—	—	—
FY ending March 31, 2018 (forecast)	—	—	—	0.00	0.00

(Note) Revision of the latest dividend forecast: None

The above *Dividend payment* refers to dividends paid to the holders of common stock. For details of dividend payment to the holders of class shares (unlisted), the rights of which are different from those of common stock, please refer to *Dividend payment to the holders of class shares* mentioned below.

3. Forecast of consolidated performance for fiscal year ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(Percentages represent changes from same period in previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
FY ending March 31, 2018	131,000	3.8	11,000	(12.3)	9,800	(6.5)	7,500	1.5	123.16

(Note) Revision of the latest forecasts of operational results: Yes

The forecast for net income per share for the fiscal year ending March 31, 2018 (full year) is the value after reflecting the impact of the share consolidation.

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change of scope of consolidation): No

New companies: — (company name)

Excluded companies: —; (company name): —

(2) Adoption of special accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

① Changes in accounting policies due to revisions of accounting standards: No

② Changes of accounting policies other than the above: No

③ Changes in accounting estimates: No

④ Retrospective restatement: No

(4) Number of shares outstanding (Common stock)

① Number of shares outstanding at end of term (including treasury stock):

2nd quarter of the fiscal year ending March 31, 2018: 57,752,343 shares

Fiscal year ended March 31, 2017: 57,752,343 shares

② Number of treasury stocks at end of term

2nd quarter of the fiscal year ending March 31, 2018: 82,191 shares

Fiscal year ended March 31, 2017: 81,796 shares

③ Average number of shares outstanding during the term (quarterly consolidated accumulated period)

2nd quarter of the fiscal year ending March 31, 2018: 57,670,331 shares

2nd quarter of the fiscal year ended March 31, 2017: 57,671,641 shares

(Note) The Company implemented the share consolidation effective as of October 1, 2017 by consolidating 10 common shares of the Company into one common share. *Number of shares outstanding at end of term*, *Number of treasury stocks at end of term*, and *Average number of shares outstanding during the term* were calculated on the assumption that the relevant share consolidation had been implemented at the beginning of the previous consolidated fiscal year.

* Quarterly reports of financial results are not subject to audit.

* Explanation on appropriate use of forecasts of performance and other special items

The forward-looking statements in this document concerning forecasting of performance etc. are based on currently available information and assumptions considered by the company to be reasonable. Such statements are neither promises nor guarantees of future performance. The actual performance may be significantly different from forecasts due to various factors. Concerning assumptions used as a basis for forecasting business performance and precautionary statements when using the forecast of performance, please refer to 1. *Qualitative Information on Quarterly Results* (3) *Explanation of future forecast information including forecast of consolidated performance* on page 3 of the attachment.

Dividend payment to the holders of class shares

The breakdown of dividends per share related to class shares, the rights of which are different from those of common stock, is as follows:

	Annual dividends				
	End of Q1	End of Q2	End of Q3	Year end	Total
Class A share	Yen	Yen	Yen	Yen	Yen
FY ended March 31, 2017	—	0.00	—	12,000.00	12,000.00
FY ending March 31, 2018	—	0.00			
FY ending March 31, 2018 (forecast)			—	12,000.00	12,000.00
Class B share	Yen	Yen	Yen	Yen	Yen
FY ended March 31, 2017	—	0.00	—	23,740.00	23,740.00
FY ending March 31, 2018	—	0.00			
FY ending March 31, 2018 (forecast)			—	23,740.00	23,740.00
Class C share	Yen	Yen	Yen	Yen	Yen
FY ended March 31, 2017	—	—	—	60,000.00	60,000.00
FY ending March 31, 2018	—	—			
FY ending March 31, 2018 (forecast)			—	—	—

(Note) The Company acquired and retired all outstanding Class C shares as of June 30, 2017. Accordingly, there will be no dividend payment for Class C shares from the fiscal year ending March 31, 2018.

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1. Qualitative Information on Quarterly Results

(1) Explanation of operational results

During the six-month period of the consolidated accounting year under review, the Japanese economy continued to expand gradually, supported by strong corporate earnings and an improvement in the employment environment. Meanwhile, earnings of European and U.S. companies remained robust, while the Asian economy in general, primarily China, continued to grow. However, the outlook for the global economy became more unclear due to uncertain political factors and growing geopolitical risk.

Under these circumstances, the Unitika Group endeavored to realize the three *Gs* (*Growth, Global, and Governance*) promoted under the “*G*” round 20—to *The Next Stage*, its medium-term management plan announced in May 2017. Consequently, the Group reported net sales of 63,064 million yen (up 0.8% year on year), operating income of 5,797 million yen (down 7.6% year on year), ordinary income of 5,334 million yen (up 29.1% year on year), and profit attributable to owners of parent of 4,752 million yen (up 32.5% year on year) in the six-month period of the consolidated accounting year under review.

The Unitika Group has decided it will continue to pay no interim dividend for the fiscal year ending March 31, 2018. The management sincerely appreciates shareholders’ understanding in this matter.

Here is an overview of the business results by segment.

[Polymers]

In the Films business, sales in the packaging sector continued to grow from the previous fiscal year due to strong demand for goods for convenience stores. In overseas markets, P.T. EMBLEM ASIA, a subsidiary in Indonesia, expanded production against a backdrop of strong Asian markets, increasing sales volumes further. In addition, the rise in sales of high value-added products, such as *EMBLEM HG*, a barrier nylon film, at home and abroad, contributed to growth in earnings. In the industrial sector, demand was steady in the electric and electronics equipment fields, such as for semiconductor applications, and sales of high value-added products such as *Uni Amid*, a heat-resistant polyamide film, and *Uni-peel*, a silicon-free mold release PET film, were also robust. Accordingly, the Films business saw net sales grow but profit decrease due to a rise in the prices of raw materials and fuel.

In the Resin business, demand for *elitel*, a thermoplastic saturated copolymeric polyester resin, and *ARROWBASE*, a range of environmentally friendly water-based polyolefin cationic emulsions, was weak for solar cell applications. Sales of nylon resins faced intensified competition and suffered the impact of a rise in raw materials and fuel prices. Sales of *U-Polymer*, the Company’s original polyarylate resin, continued to be robust for information terminal applications and overseas automobile applications. Accordingly, the Resin business posted an increase in net sales and a fall in profit.

In the Non-woven Fabrics business, sales of polyester spunbond fabrics grew steadily for agricultural applications and interior-related product applications, but remained weak for civil engineering and building material applications. In overseas markets, THAI UNITIKA SPUNBOND CO., LTD. (TUSCO), a subsidiary in Thailand, saw sales increase steadily for civil engineering and carpet applications, and its new machine began operation. Sales of cotton spunlace continued to be strong for daily product applications, such as skin care goods in Japan, and the export volume also expanded. Accordingly, the Non-woven Fabrics business saw net sales remain flat but profit decrease due to a rise in depreciation related to large capital expenditure.

Consequently, the Polymers business posted operating income of 4,688 million yen (down 10.1% year on year) on net sales of 28,357 million yen (up 2.9% year on year).

[Advanced Materials]

In the Glass Fibers business, the industrial material sector saw sales of products for building and civil engineering applications remain sluggish, but sales for environment-related applications grow steadily. In the electronic materials sector, sales of IC cloth, especially high value-added products, such as super thin products, increased due to a recovery in demand for information terminal applications.

In the Glass Beads business, sales for automobile applications and electronic component applications grew steadily. Furthermore, sales for road marking applications and reflective material applications were also robust, but a rise in utility costs affected profitability.

In the Activated Carbon Fibers business, demand for our mainstay water purifier applications recovered. Moreover, sales for automotive VOC removal and industrial filter applications continued to be robust.

Consequently, the Advanced Materials business posted operating income of 638 million yen (up 14.0% year on year) on net sales of 6,150 million yen (up 4.0% year on year).

[Fibers and Textiles]

In the Industrial Materials business, the size of the business became smaller due to the implementation of structural reform. However, in the polyester fiber polyester business, sales remained flat from the previous fiscal year, due to steady sales of high value-added products, such as composite fibers. In the ultra-high-strength polyester filament yarn business, sales for building material applications declined due to sluggish demand, but sales of high value-added products increased and profit was in line with the Company's initial plan.

In the Garments, Lifestyle Materials and Bedding business, sales in the uniform sector were steady, supported mainly by demand from corporate customers. Sales in the women's clothing and bedding sectors decreased due to sluggish demand. Overseas sales were strong, due to the recovery of demand for denim.

Consequently, the Fibers and Textiles business posted operating income of 644 million yen (down 20.1% year on year) on net sales of 26,607 million yen (down 2.9% year on year).

[Others]

The Others category posted an operating loss of 185 million yen (compared to an operating loss of 316 million yen the previous year) on net sales of 1,948 million yen (up 14.4% year on year).

(2) Explanation of financial situation

Total assets decreased by 12,458 million yen from the end of the previous consolidated year to 199,414 million yen, mainly due to a decline in cash and deposits. Liabilities decreased by 4,124 million yen from the end of the previous consolidated year to 162,483 million yen, mainly due to a fall in long-term loans payable. Net assets decreased by 8,333 million yen from the end of the previous consolidated year to 36,930 million yen. This was mainly due to a decline in capital surplus caused by the purchase and retirement of Class C shares.

Here is a summary of the cash flow situation.

(Net cash provided by [used in] operating activities)

Net cash provided by operating activities amounted to 3,688 million yen during the first six-month period of the current consolidated fiscal year (down 63.7% year on year) mainly due to cash-in-flow, which adds depreciation to profit before income taxes.

(Net cash provided by [used in] investing activities)

Net cash used in investment activities amounted to 1,564 million yen during the first six-month period of the current consolidated fiscal year (3,524 million yen used in the same period of the previous consolidated fiscal year) due to the posting of expenses related to capital expenditures.

(Net cash provided by [used in] financing activities)

Net cash used in financing activities amounted to 15,652 million yen during the first six-month period of the current consolidated fiscal year (16,348 million yen used in the same period of the previous consolidated fiscal year), mainly due to the purchase and retirement of Class C shares.

As a result, cash and cash equivalents at the end of the second quarter of the current consolidated fiscal year decreased by 13,592 million yen from the end of the previous consolidated fiscal year to 23,297 million yen.

(3) Explanation of future forecast information including forecast of consolidated performance

Regarding the revision of the consolidated performance forecast, please refer to *Notice Regarding the Revision of the Consolidated Performance Forecast for the Full-Year* we announced today (November 9, 2017).

2. Quarterly Consolidated Financial Statements and Major Notes to Consolidated Financial Statements

(1) Consolidated quarterly balance sheets

(Unit: Millions of yen)

	Previous consolidated fiscal year (March 31, 2017)	Q2 of FY ending March 2018 (September 30, 2017)
Assets		
Current assets		
Cash and deposits	37,030	23,479
Notes and accounts receivable-trade	34,116	34,852
Inventories	25,704	26,956
Other	4,833	3,968
Allowance for doubtful accounts	(89)	(91)
Total current assets	101,595	89,166
Non-current assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	21,393	23,646
Land	66,496	66,341
Other, net	15,901	13,443
Total property, plant and equipment	103,791	103,432
Intangible assets		
Other	2,035	2,182
Total intangible assets	2,035	2,182
Investments and other assets		
Other	4,477	4,656
Allowance for doubtful accounts	(26)	(23)
Total investments and other assets	4,450	4,633
Total non-current assets	110,277	110,248
Total assets	211,872	199,414

(Unit: Millions of yen)

	Previous consolidated fiscal year (March 31, 2017)	Q2 of FY ending March 2018 (September 30, 2017)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	17,506	16,583
Short-term loans payable	3,438	2,481
Current portion of long-term loans payable	2,756	2,747
Income taxes payable	1,167	779
Provision for bonuses	1,451	1,473
A product repair reserve fund	1,670	1,201
Provision for business structure improvement	152	29
Provision for loss on anti-monopoly act	980	-
Other	9,071	9,613
Total current liabilities	38,194	34,909
Non-current liabilities		
Long-term loans payable	103,132	101,439
Provision for directors' retirement benefits	4	4
Net defined benefit liability	11,209	11,592
Other	14,067	14,537
Total non-current liabilities	128,414	127,574
Total liabilities	166,608	162,483
Net assets		
Shareholders' equity		
Capital stock	100	100
Capital surplus	28,400	16,451
Retained earnings	12,117	15,873
Treasury shares	(47)	(47)
Total shareholders' equity	40,572	32,377
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	480	563
Deferred gains or losses on hedges	8	4
Revaluation reserve for land	6,415	6,415
Foreign currency translation adjustment	(2,856)	(3,187)
Remeasurements of defined benefit plans	(2,779)	(2,608)
Total accumulated other comprehensive income	1,269	1,187
Non-controlling interests	3,422	3,365
Total net assets	45,264	36,930
Total liabilities and net assets	211,872	199,414

(2) Consolidated quarterly statements of income and consolidated quarterly statements of comprehensive income
 (Consolidated quarterly statements of income)
 (Six-month period ended September 30, 2017)

(Unit: Millions of yen)

	Six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016)	Six-month period ended September 30, 2017 (April 1, 2017 to September 30, 2017)
Net sales	62,571	63,064
Cost of sales	46,719	47,316
Gross profit	15,851	15,747
Selling, general and administrative expenses	9,578	9,949
Operating profit	6,273	5,797
Non-operating income		
Interest income	35	45
Dividend income	50	47
Share of profit of entities accounted for using equity method	7	–
Rent income	140	69
Other	268	444
Total non-operating income	502	607
Non-operating expenses		
Interest expenses	1,024	706
Foreign exchange losses	1,276	–
Share of loss of entities accounted for using equity method	–	7
Other	341	357
Total non-operating expenses	2,643	1,070
Ordinary profit	4,133	5,334
Extraordinary income		
Gain on sales of non-current assets	192	415
Total extraordinary income	192	415
Extraordinary losses		
Loss on disposal of non-current assets	215	196
Business structure improvement expenses	102	50
Other	9	1
Total extraordinary losses	328	248
Profit before income taxes	3,996	5,502
Income taxes-current	474	574
Income taxes-deferred	(108)	176
Total income taxes	366	751
Profit	3,630	4,750
Profit (loss) attributable to non-controlling interests	44	(2)
Profit attributable to owners of parent	3,585	4,752

(Consolidated quarterly statements of comprehensive income)

(Six-month period ended September 30, 2017)

(Unit: Millions of yen)

	Six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016)	Six-month period ended September 30, 2017 (April 1, 2017 to September 30, 2017)
Profit	3,630	4,750
Other comprehensive income		
Valuation difference on available-for-sale securities	33	82
Deferred gains or losses on hedges	88	(4)
Revaluation reserve for land	(41)	–
Foreign currency translation adjustment	(636)	(386)
Remeasurements of defined benefit plans, net of tax	186	171
Total other comprehensive income	(369)	(136)
Comprehensive income	3,261	4,613
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,343	4,671
Comprehensive income attributable to non- controlling interests	(82)	(57)

(3) Consolidated quarterly statements of cash flows

(Unit: Millions of yen)

	Six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016)	Six-month period ended September 30, 2017 (April 1, 2017 to September 30, 2017)
Cash flows from operating activities		
Profit before income taxes	3,996	5,502
Depreciation	2,183	2,327
Business structure improvement expenses	102	50
Increase (decrease) in allowance for doubtful accounts	(15)	(2)
Increase (decrease) in net defined benefit liability	308	572
Increase (decrease) in provision for business structure improvement	(239)	(111)
Increase (decrease) in a product repair reserve fund	(417)	(469)
Increase (decrease) in provision for loss on anti-monopoly act	–	(94)
Increase (decrease) in other provision	(7)	22
Interest expenses	1,024	706
Loss (gain) on disposal of non-current assets	215	196
Loss (gain) on sales of non-current assets	(192)	(415)
Decrease (increase) in notes and accounts receivable-trade	3,864	(812)
Decrease (increase) in inventories	1,294	(1,340)
Increase (decrease) in notes and accounts payable-trade	(878)	(858)
Other, net	(31)	(202)
Subtotal	11,209	5,070
Interest and dividend income received	85	92
Interest expenses paid	(1,027)	(703)
Income taxes paid	(112)	(770)
Net cash provided by (used in) operating activities	10,154	3,688
Cash flows from investing activities		
Decrease (increase) in time deposits	(46)	(43)
Purchase of investment securities	(5)	(5)
Proceeds from sales of investment securities	15	126
Purchase of property, plant and equipment	(3,301)	(1,914)
Proceeds from sales of property, plant and equipment	256	572
Other, net	(442)	(300)
Net cash provided by (used in) investing activities	(3,524)	(1,564)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(81)	(902)
Proceeds from long-term loans payable	–	45
Repayments of long-term loans payable	(15,162)	(1,744)
Purchase of treasury shares	(0)	(11,949)
Cash dividends paid	(997)	(997)
Other, net	(106)	(103)
Net cash provided by (used in) financing activities	(16,348)	(15,652)
Effect of exchange rate change on cash and cash equivalents	(529)	(64)
Net increase (decrease) in cash and cash equivalents	(10,247)	(13,592)
Cash and cash equivalents at beginning of period	42,023	36,890
Cash and cash equivalents at end of period	31,776	23,297

(4) Notes on quarterly consolidated financial statements

(Notes on going concern assumption)

Not applicable

(Notes on significant changes in shareholders' equity)

UNITIKA LTD. resolved at the meeting of the Board of Directors held on March 21, 2017 to acquire all outstanding Class C shares (worth 10,000 million yen) in exchange for cash payment in accordance with the provision of Article 13-4, Item 6 of Articles of Incorporation of the Company (Call Options, the Consideration for Which Is Money) and to retire all outstanding Class C shares in accordance with the provision of Article 178 of the Companies Act subject to the said acquisition. The Company acquired and retired all outstanding Class C shares as of June 30, 2017.

(1) Details of acquisition of Class C shares

- (i) Class of shares to be acquired : Class C shares
(ii) Counterparty in the acquisition (shareholder) : Japan Industrial Solutions Fund I
(iii) Total number of shares to be acquired : 10,000 shares
(iv) Share acquisition value : 1,194,958.9 yen per share

(Note) The above share acquisition value is calculated by adding the unpaid preferred dividend on a per diem basis (14,958.9 yen) to the amount obtained by multiplying the amount equivalent to the amount to be paid in per Class C share (1,000,000 yen) by 1.18.

- (v) Total share acquisition value : 11,949,589,000 yen
(vi) Acquisition date : June 30, 2017

(2) Details of retirement of Class C shares

- (i) Class of shares to be retired : Class C shares
(ii) Total number of shares to be retired : 10,000 shares
(iii) Effective date of retirement : June 30, 2017

(3) Impact of the retirement on net assets

- Capital surplus to be decreased : 11,949,589,000 yen

(Segment information)

Segment Information

I. Six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016)

1. Information on net sales, income or loss by reportable segment

(Unit: Millions of yen)

	Reportable segment				Other (Note 1)	Total	Adjustment (Note 2)	Figure in quarterly consolidated statements of income (Note 3)
	Polymers	Advanced Materials	Fibers & Textiles	Total				
Net sales								
Net sales to outside customers	27,551	5,913	27,402	60,867	1,703	62,571	–	62,571
Inter-segment sales or transfers	4,406	444	460	5,312	579	5,891	(5,891)	–
Total	31,958	6,358	27,863	66,180	2,282	68,462	(5,891)	62,571
Segment income (loss)	5,214	559	806	6,580	(316)	6,263	9	6,273

(Notes) 1. The *Other* segment includes business segments that are not included in the reporting segments, such as the design, construction, and maintenance businesses of plant projects.

2. Adjustment of *Segment income (loss)* is attributable to the elimination of inter-segment transactions.

3. *Segment income (loss)* is adjusted with operating income in consolidated statements of income.

II. Six-month period ended September 30, 2017 (April 1, 2017 to September 30, 2017)

1. Information on net sales, income or loss by reportable segment

(Unit: Millions of yen)

	Reportable segment				Other (Note 1)	Total	Adjustment (Note 2)	Figure in quarterly consolidated statements of income (Note 3)
	Polymers	Advanced Materials	Fibers & Textiles	Total				
Net sales								
Net sales to outside customers	28,357	6,150	26,607	61,116	1,948	63,064	–	63,064
Inter-segment sales or transfers	4,693	459	412	5,565	596	6,162	(6,162)	–
Total	33,051	6,610	27,020	66,681	2,544	69,226	(6,162)	63,064
Segment income (loss)	4,688	638	644	5,970	(185)	5,785	12	5,797

(Notes) 1. The *Other* segment includes business segments that are not included in the reporting segments, such as the design, construction, and maintenance businesses of plant projects.

2. Adjustment of *Segment income (loss)* is attributable to the elimination of inter-segment transactions.

3. *Segment income (loss)* is adjusted with operating income in consolidated statements of income.

3. Supplementary Information

1. Results and earnings forecast for fiscal year ending March 2018 (consolidated)

(Millions of yen)

			Net sales	Operating income	Ordinary income	Profit attributable to owners of parent
Consolidated	FY ended March 2016	Full year	146,474	10,450	6,821	6,933
	FY ended March 2017	Q2	62,571	6,273	4,133	3,585
		Full year	126,219	12,538	10,483	7,389
	FY ending March 2018	Q2	63,064	5,797	5,334	4,752
		Full year (forecast)	131,000	11,000	9,800	7,500
	Comparison with prior year	Q2		493	(475)	1,201
Full year			4,780	(1,538)	(683)	110

2. Segment information (consolidated)

(Millions of yen)

			Polymers	Advanced Materials	Fibers & Textiles	Other	Adjustment	Consolidated total
Results for previous fiscal year	1st six-month period ended September 2016 (Results)	Net sales to outside customers	27,551	5,913	27,402	1,703	–	62,571
		Component ratio (%)	44.0	9.5	43.8	2.7	–	100.0
		Operating income	5,214	559	806	(316)	9	6,273
		Component ratio (%)	83.1	8.9	12.8	(5.0)	0.1	100.0
Results for current fiscal year	1st six-month period ended September 2017 (Results)	Net sales to outside customers	28,357	6,150	26,607	1,948	–	63,064
		Component ratio (%)	45.0	9.8	42.2	3.1	–	100.0
		Operating income	4,688	638	644	(185)	12	5,797
		Component ratio (%)	80.9	11.0	11.1	(3.2)	0.2	100.0
Comparison with the same period of the previous year		Net sales to outside customers	806	236	(794)	245	–	493
		Increase/decrease from previous year (%)	2.9	4.0	(2.9)	14.4	–	0.8
		Operating income	(526)	78	(161)	131	3	(475)
		Increase/decrease from previous year (%)	(10.1)	14.0	(20.1)	–	31.8	(7.6)

3. Capital expenditures, Depreciation (Property, plant and equipment), R&D expenditures, Interest-bearing liabilities, Financial account balance, Number of permanent employees (consolidated)

(Millions of yen, persons)

		Capital expenditures	Depreciation (Property, plant and equipment)	R&D expenditures	Interest-bearing liabilities (end of fiscal year)	Financial account balance	Number of permanent employees (persons)
FY ended March 2016	Full year	5,968	4,555	3,203	126,334	(2,212)	3,906
1st six-month period ended September 2016	Q2	2,827	2,065	1,527	111,026	(938)	3,726
FY ended March 2017	Full year	4,825	4,292	3,142	109,327	(1,826)	3,671
1st six-month period ended September 2017	Q2	2,211	2,164	1,709	106,668	(613)	3,693

4. Cash flow (consolidated)

(Millions of yen)

		Cash flow from operating activities	Cash flow from investment activities	Cash flow from financing activities	Cash and cash equivalents at end of fiscal year
FY ended March 2016	Full year	11,661	4,124	(5,010)	42,023
1st six-month period ended September 2016	Q2	10,154	(3,524)	(16,348)	31,776
FY ended March 2017	Full year	18,111	(4,158)	(19,089)	36,890
1st six-month period ended September 2017	Q2	3,688	(1,564)	(15,652)	23,297