

Revision of Financial Results Forecast and Dividend Forecast

Nissan Chemical Industries Ltd. (“the Company”) announces the revision of its forecast and dividend for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016), due to the recent financial results.

1. Revision of Financial Results Forecast for the Year Ending March 31, 2016

(1) Revision of financial results forecast for the year ending March 31, 2016

(Millions of Yen)

	Net Sales	Operating Income	Ordinary Income	Profit Attributable to Owners of Parent	Net Income per Share (Yen)
Previous Forecast (A)	181,000	26,500	27,600	20,600	132.46
Revised Forecast (B)	181,500	28,000	29,200	21,700	139.53
Change (B-A)	500	1,500	1,600	11,000	—
Rate of Change (%)	0.3%	5.7%	5.8%	5.3%	—
(Ref.) Results for the Year Ended March 31, 2015	171,206	25,347	26,391	18,199	113.99

(2) Business segment information of revised forecast

(Billions of yen)

		Previous Forecast	Revised Forecast	Change
Net Sales	Chemicals	35.8	34.9	-0.9
	Performance Materials	51.7	51.4	-0.3
	Agricultural Chemicals	48.5	49.1	0.6
	Pharmaceuticals	8.5	8.7	0.2
	Trading	60.1	59.0	-1.1
	Others	21.2	20.9	-0.3
	Adjustment	-44.8	-42.5	2.3
	Total	181.0	181.5	0.5
Operating Income	Chemicals	3.6	3.4	-0.2
	Performance Materials	10.8	11.0	0.2
	Agricultural Chemicals	9.6	11.3	1.7
	Pharmaceuticals	2.1	2.1	—
	Trading	1.9	2.0	0.1
	Others	0.5	0.5	—
	Adjustment	-2.0	-2.3	-0.3
	Total	26.5	28.0	1.5

(3) Reasons for revision

In the first half, sales of display materials and agrochemicals products were above the previous forecast. In the second half, sales of our group business products will be expected to enjoy solid growth. As a result, the Company revised its forecast for the Year Ending March 31, 2016 as above.

2. Revision of Dividend Forecast for the Year Ending March 31, 2016

(1) Details of revision

	Dividends per share		
	Interim	Year-end	Annual
Previous forecast (announced on May 12, 2015)	18.00	22.00	40.00
Revised forecast		24.00	42.00
Results	18.00		
Results for the year ended March 31, 2015	14.00	22.00	36.00

(2) Reasons for revision

The Company's basic policy of profit allocation is returning to shareholders by improving company value in the medium and long terms and we are going to maintain a dividend payout ratio of 30% or higher.

According to this policy and the above revised forecast, the Company increases its year-end dividend forecast for the year ending March 31, 2016 to 24.00 yen from 22.00 yen (increase of 2.00 yen). As a result, the annual dividend will be 42.00 yen (dividend payout ratio will be 30.1%).

Note: The above forecasts are based on information available at the time of the preparation of this document. Actual results may differ from these forecasts due to various factors which may be beyond company control.