ANNUAL REPORT 2017

For the year ended March 31, 2017





NISSAN CHEMICAL INDUSTRIES, LTD.

A Fusion of Knowledge



The Nissan Chemical Group Helps to Build a Sustainable Society through Our Business Activities.

The demand for new technologies and products is rising, as is the awareness of the need to preserve the global environment. In response to this demand, we establish de-facto standard technology and create the most advanced materials that help to build a sustainable development of society. At the same time, we offer affordable and fully functional products that meet the global market needs.

○The population is growing and also rapidly aging globally.

There are growing concerns over food shortages and the declining number of farmers in the domestic agriculture. Faced with these circumstances, we are working to develop agrochemicals that will secure stable agricultural product yields, while also helping to streamline of agricultural work and cut down on labor.

In addition, we also develop pharmaceuticals for healthier and more enriched lives for people.

As the changes of the times accelerate, various social issues are coming to light.

Moving forward, we will continue our pursuit of technological innovation by concentrating the expertise of in-house and fusing external knowledge with our work to solve these issues.

Editorial Policy

In 1992, we introduced responsible care activities, which are initiatives designed to ensure environmental friendliness, health and safety throughout the entire lifecycle of each chemical. We have disclosed the details of these activities via Environmental and Safety Report since 1999 and via CSR Report since 2013.

In the CSR Report, we tried to provide our stakeholders with easy-tounderstand information regarding the CSR approach and activities of the company and the group companies. In FY2016, we began publishing this information as the Annual Report, and added a business overview and financial highlights to ensure that our group's business activities are better understood. Detailed financial information is provided in the Financial Section.

Moving forward, we will continue developing our CSR activities to contribute to the realization of a sustainable society. We will also improve the content of the report and make it a useful tool for communicating with our stakeholders.

Reporting period

FY2016 (April 2016 to March 2017)

* The occupational accidents data is from January to December 2016 (P54).

Scope of reporting

This report describes the initiatives of the Nissan Chemical Group, with a focus on environmental and safety initiatives of Nissan Chemical Industries, Ltd.

The financial data includes the data of Nissan Chemical Industries, Ltd., its consolidated subsidiaries, and its entities accounted for using equity method.
 The non-financial data only includes the data of Nissan Chemical Industries, Ltd.

Consolidated subsidiaries:

Nissei Corporation, Nissan Butsuryu Co., Ltd., Nissan Green & Landscape Co., Ltd., Nissan Engineering, Ltd., Nihon Hiryo Co., Ltd., Nissan Chemical America Corporation (NCA), Nissan Chemical Europe S.A.R.L. (NCE), NCK Co., Ltd. (NCK)

Entities accounted for using equity method:

Sun Agro Co., Ltd., Clariant Catalysts (Japan) K.K.

Group companies:

The above consolidated subsidiaries and entities accounted for using equity method, Environmental Technical Laboratories, Ltd., Nissan Chemical Taiwan Co., Ltd. (NCT), Nissan Chemical Product (Shanghai) Co., Ltd. (NCS), Nissan Chemical Agro Korea Ltd. (NAK), Nissan Chemical Do Brasil (NCB)

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- Frequency of issuance: Annually
- Guidelines used as reference
 GRI G4 Sustainability Reporting Guidelines
 ISO26000
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