

To whom it may concern

November 5, 2018

Company name: Nissan Chemical Corporation

Representative: Kojiro Kinoshita, President

(Code number: 4021, The first section of the TSE)

Revision of Financial Results Forecast, Interim Dividend Payment and Dividend Forecast

Nissan Chemical Corporation (“the Company”) announces the revision of its forecast for the fiscal year ending March 31, 2019.

At the same time, the Company announces that the Board of Directors’ Meeting held on November 5, 2018 resolve to revise the interim dividend payment and dividend forecast for the fiscal year ending March 31, 2019.

1. Revision of Consolidated Financial Results’ Forecast

(1) Revision of consolidated financial results’ forecast for the year ending March 31, 2019

(Millions of Yen)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Basic earnings per share (Yen)
Previous forecast (A) (announced on August 3, 2018)	204,000	36,800	38,000	28,500	191.76
Revised forecast (B)	205,500	38,100	40,100	30,000	201.79
Change (B-A)	1,500	1,300	2,100	1,500	—
Rate of change (%)	0.7%	3.5%	5.5%	5.3%	—
(Ref.) Results for the Year Ended March 31, 2018	193,389	34,988	36,235	27,142	180.30

(2) Revision of consolidated net sales and operating income forecast



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(Billions of yen)

		Previous	Revised	Change
Net sales	Chemicals	38.0	37.8	(0.2)
	Performance Materials	62.5	63.8	1.3
	Agricultural Chemicals	63.0	62.6	(0.4)
	Pharmaceuticals	7.2	7.0	(0.2)
	Trading	64.7	66.3	1.6
	Others	23.6	22.5	(1.1)
	Adjustment	(55.0)	(54.5)	0.5
	Total	204.0	205.5	1.5
Operating income	Chemicals	3.9	3.9	-
	Performance Materials	14.1	15.3	1.2
	Agricultural Chemicals	17.7	18.4	0.7
	Pharmaceuticals	1.5	1.2	(0.3)
	Trading	2.0	2.1	0.1
	Others	0.2	0.6	0.4
	Adjustment	(2.6)	(3.4)	(0.8)
	Total	36.8	38.1	1.3

(3) Reasons for revision

In the first half, sales of display and semiconductor materials and active ingredients of veterinary pharmaceuticals 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, 2019 as above.



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2. Revision of Interim Dividend Payment and Dividend Forecast for the Year Ending March 31, 2019

(1) Details of Interim Dividend Payment

	Dividend for the year ended September 30, 2018	Previous forecast (announced on August 3, 2018)	Results for the year ended September 30, 2018
Date of record	September 30, 2018	September 30, 2018	September 30, 2017
Dividend per share	40.00 yen	38.00 yen	32.00 yen
Total dividends	5,939 million yen	-	4,814 million yen
Effective date	December 3, 2018	-	December 4, 2017
Source of dividends	Retained earnings	-	Retained earnings

(2) Details of revision

	Dividends per share (yen)		
	Interim	Year-end	Annual
Previous forecast (announced on August 3, 2018)	38.00	40.00	78.00
Revised forecast		42.00	82.00
Results	40.00		
Results for the year ended March 31, 2018	32.00	36.00	68.00

(3) Reasons for revision

The Company's basic policy of profit allocation is returning to shareholders by improving its value through increasing revenue in the medium and long terms.

We aim to realize dividend payout ratio to be 40% for the year ended March 31, 2019 and maintain total payout ratio to be 70% in medium-term business plan "Vista2021" launched from April 2016.

According to this policy and the above revised forecast, the Company increases interim payment to 40.00 yen from 38.00 yen (increase of 2.00 yen), and year-end dividend forecast for the year ending March 31, 2019 to 42.00 yen from 40.00 yen (increase of 2.00 yen). As a result, the annual dividend will be 82.00 yen (dividend payout ratio will be 40.6%).

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.