Supplemental Data of Business Results for 3Q FY Mar. 2016

(Apr 1, 2015 to Dec 31, 2015)

Materials Innovation

JSR

JSR Corporation

With chemistry, we can.

公益財団法人 財務会計基準機構 会員

FASF

FY ended March 31 JSR's accounting period (fiscal year) is defined as the period from April 1 to March 31 of the following year.

When noted "FY March 2016", this indicates the period from April 1, 2015 to March 31, 2016.

NB: The forecasts, future plans and strategies made in this document contain a variety of uncertain factors since it has been prepared based on judgments from information that is currently available. Actual business results may differ from those projected, depending on factors such as the economic status of the market surrounding the company.

Highlights of Consolidated Results

- The business results until the 3rd quarter were attributed to the following two factors: further decline of the raw material prices in Petrochemicals business and the market slowdown in both Semiconductor and Display materials businesses.

- The earnings of Petrochemicals business remained unchanged from the previous year because of a decline in raw material prices, even with sluggish demand situation.

- Life Sciences business substantially expanded compared to the previous year. However, the earnings of the Fine chemicals and other businesses fell down from the previous year because the Fine chemicals businesses slowed down sharply.

- We do not expect further worsening of business conditions in the 4th quarter even though the demand situation is expected to remain in severe circumstances.

(Consolidated) Overall Income Statements

JSR Corporation

(Unit:¥mm)

	FY Mar. 2015 3Q (Apr - Dec)	FY Mar. 2016 3Q (Apr - Dec)	Year-on-year comparison	
Net sales	305,789	294,478	△ 11,310	96%
Cost of sales	226,445	211,786	△ 14,658	94%
SGA	48,964	53,226	+4,261	109%
Operating income	30,379	29,466	△ 912	97%
Non operating income/expenses	2,671	△ 1,578	△ 4,250	–
Ordinary income	33,051	27,888	△ 5,163	84%
Extraordinary income/losses	△ 184	△ 4,811	△ 4,627	–
Net income before tax	32,867	23,076	△ 9,790	70%
Corporate tax and others	10,576	5,062	△ 5,514	48%
Loss attributable to non-controlling interests	△ 710	△ 1,759	△ 1,048	248%
Profit attributable to owners of parent	23,002	19,774	△ 3,227	86%
Comprehensive income	33,874	12,657	△ 21,217	37%
EPS(Yen)	98.14	86.78	△ 11.36	88%

Exchange rate (Yen/US $)	106.87	121.70	14.83	114%
Butadiene price (US $ /Ton)	1,253	935	△ 318	75%
MOPJ (US $ /Ton)	837	*490*	△ 347	59%
Naphtha price (Yen/kl)	68,933	*45,567*	△ 23,366	66%

***Butadiene Price : Platts S.E Asia(MEAN)**

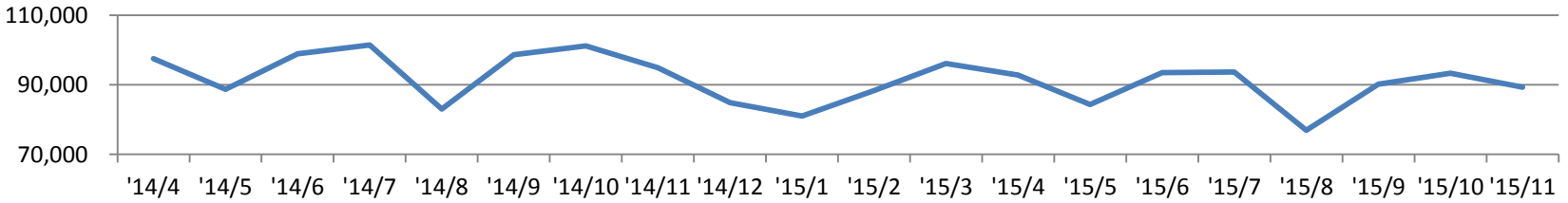
(Consolidated) Segment Data (Petrochemical Products)

JSR Corporation

(Unit:¥mm)

		FY Mar. 2015 3Q (Apr - Dec)	FY Mar. 2016 3Q (Apr - Dec)	Year-on-year comparison	
Reference: Sales volume of Elastomers (Tons) (non-consolidated & JSR BST Elastomer)		490,561	477,522	△ 13,039	97%
Net sales	Elastomers	150,789	135,247	△ 15,541	90%
	Plastics	41,520	40,610	△ 910	98%
	Petrochemicals Total	192,310	175,857	△ 16,452	91%
Operating income	Elastomers	8,910	6,834	△ 2,076	77%
	Plastics	1,910	4,026	+2,116	211%
	Petrochemicals Total	10,821	10,860	+39	100%
Operating income to sales	Elastomers	5.9%	5.1%		
	Plastics	4.6%	9.9%		
	Petrochemicals Total	5.6%	6.2%		

(Reference) Production of automobile tires and tubes (Unit: Tons, Source: JATMA)



(Consolidated) Segment Data (Fine Chemicals and Other Products)

JSR Corporation

(Unit:¥mm)

			FY Mar. 2015 3Q (Apr - Dec)	FY Mar. 2016 3Q (Apr - Dec)	Year-on-year comparison	
Net sales	Reference	Semiconductor Materials	48,376	48,117	△ 259	99%
		Display Materials	52,037	48,667	△ 3,369	94%
		Strategic Businesses and Others	13,065	21,835	+8,770	167%
	Fine Chemicals and Other Products Total		113,479	118,620	+5,141	105%
Operating income			19,558	18,605	△ 952	95%
Operating income to Sales			17.2%	15.7%		

(Reference : Sales growth by product of Fine Chemicals and Other Products)

Semiconductor Materials	FY Mar. 2016 Apr–Dec YoY
ArF Photoresists	Approx 105%
Multilayer Materials	Slightly over 85%
Other Lithography Materials	Flat
CMP Materials	Approx. 105%
Packaging Materials	Approx. 130%

Display Materials	FY Mar. 2016 Apr–Dec YoY
Alignment Films	Approx. 95%
Color Pigmented Resists	Slightly over 95%
Other LCD Materials	Approx. 85%

Strategic Businesses and Others	FY Mar. 2016 Q1 QoQ
OFC	Slightly under 105%
ARTON	Approx. 130%
Life Sciences	Approx. 215%

(Consolidated) Segment Data (Quarterly Trends)

JSR Corporation

(Unit:¥mm)

		FY Mar. 2015 Oct-Dec.2014	FY Mar. 2015 Jan-Mar.2015	FY Mar. 2016 Apr-Jun.2015	FY Mar. 2016 Jul-Sep.2015	FY Mar. 2016 Oct-Dec.2015	Quarter-on-quarter comparison	
Reference: Sales volume of Elastomers (Tons) (non-consolidated & JSR BST Elastomer)		174,221	161,828	151,403	160,218	165,901	+5,683	104%
Net sales	Elastomers	52,587	48,168	43,559	46,728	44,960	△ 1,767	96%
	Plastics	14,552	13,640	13,332	13,606	13,671	+65	100%
	Fine Chemicals and Others	38,748	36,474	38,543	39,363	40,713	+1,349	103%
	Total	105,888	98,284	95,435	99,698	99,345	△ 353	100%
Operating income	Elastomers	3,917	1,825	842	3,061	2,930	△ 131	96%
	Plastics	1,099	930	1,369	1,407	1,249	△ 157	89%
	Fine Chemicals and Others	7,429	4,932	5,195	7,243	6,167	△ 1,075	85%
	Total	12,446	7,688	7,407	11,712	10,347	△ 1,364	88%
Exchange rate (Yen/US $)		114.54	119.09	121.36	122.23	121.50		
Butadiene price (US $/Ton)		1,065	706	1,124	978	721		
MOPJ ($/Ton)		647	494	564	461	*445*		
Naphtha price (yen/kl)		66,000	47,000	48,800	47,200	*40,700*		

***Butadiene price : Platts S.E Asia(MEAN)**

(Reference : Sales breakdown of Fine Chemicals and Other Products)

(Unit:¥bn)

	FY Mar. 2015 Oct-Dec.2014	FY Mar. 2015 Jan-Mar.2015	FY Mar. 2016 Apr-Jun.2015	FY Mar. 2016 Jul-Sep.2015	FY Mar. 2016 Oct-Dec.2015	Quarter-on-quarter comparison	
Semiconductor Materials	15.9	15.9	15.6	16.4	16.2	△ 0.2	99%
Display Materials	18.7	16.5	17.2	16.6	14.9	△ 1.8	89%
Strategic Businesses and Others	4.2	4.1	5.8	6.3	9.7	+3.4	153%

(Consolidated) Non Operating Income/Expenses, Extraordinary Income / Losses

Non operating income/expenses

(Unit:¥mm)

	FY Mar. 2015 3Q (Apr - Dec)	FY Mar. 2016 3Q (Apr - Dec)	Year-on-year comparison
Interest and dividends income	931	925	△5
Foreign exchange gains	2,631	–	△2,631
Equity in earnings of affiliates	–	1,302	+1,302
Others	562	697	+134
Total non operating income	4,124	2,925	△1,199
Equity in losses of affiliates	357	–	△357
Foreign exchange losses	–	2,664	+2,664
Interest expenses	254	386	+131
Others	840	1,453	+612
Total non operating expenses	1,452	4,503	+3,050
Non operating income/expenses	2,671	△ 1,578	△4,250

Extraordinary income/losses

(Unit:¥mm)

	FY Mar. 2015 3Q (Apr - Dec)	FY Mar. 2016 3Q (Apr - Dec)	Year-on-year comparison
Gain on transfer from business divestitures	325	–	△325
Gain on step acquisitions	–	1,757	+1,757
Total extraordinary income	325	1,757	+1,432
Loss on valuation of investment securities	509	–	△509
Impairment loss	–	5,975	+5,975
Others	–	593	+593
Total extraordinary losses	509	6,569	+6,060
Extraordinary income/losses	△184	△4,811	△4,627

(Consolidated) Balance Sheets

JSR Corporation

（Unit：¥mm）

	2015/3E	2015/12E	Year-on-year comparison
(Assets)			
Current assets	319,396	314,649	△ 4,747
Cash, deposits and marketable securities	115,981	114,296	△ 1,684
Notes and accounts receivable	83,122	89,644	+6,521
Inventories	79,320	82,072	+2,751
Others	40,971	28,635	△ 12,336
Non-current assets	215,195	219,831	+4,636
Tangible and intangible assets	130,211	130,706	+494
Investments and other assets	84,983	89,124	+4,141
Total assets	534,592	534,480	△ 111
(Liabilities)			
Current liabilities	126,327	126,283	△ 43
Notes and accounts payable	72,441	73,309	+868
Others	53,885	52,974	△ 911
Non-current liabilities	43,591	46,635	+3,043
Total liabilities	169,918	172,919	+3,000
(Net assets)			
shareholder's equity	324,321	325,105	+784
Accumulated other comprehensive income	33,981	28,613	△ 5,367
Others	6,371	7,842	+1,471
Total net assets	364,673	361,561	△ 3,112
Liabilities and net assets	534,592	534,480	△ 111

Capital-to-Asset ratio
2015/12E：66.2%
2015/3E：67.0%

Reference Data Projections for FY March 2016

JSR Corporation

(Unit:¥bn)

	FY Mar.2015			FY Mar.2016			Increase/decrease		
	1st half	2nd half	Full year	1st half	2nd half	Full year	1st half	2nd half	Full year
Net sales	199.9	204.2	404.1	195.1	*204.9*	*400.0*	△ 4.8	+0.7	△ 4.1
Operating income	17.9	20.1	38.1	19.1	*21.9*	*41.0*	+1.2	+1.7	+2.9
Ordinary income	19.4	22.2	41.6	16.8	*22.7*	*39.5*	△ 2.6	+0.4	△ 2.1
Profit attributable to owners of parent	13.0	16.9	29.9	12.5	*17.5*	*30.0*	△ 0.5	+0.6	+0.1
Depreciation	8.1	9.3	17.4	8.9	*10.1*	*19.0*	+0.8	+0.8	+1.6
Capital expenditures	15.6	19.6	35.2	13.1	*11.9*	*25.0*	△ 2.4	△ 7.7	△ 10.2
R&D expenses	10.8	11.7	22.5	10.4	*12.6*	*23.0*	△ 0.4	+0.9	+0.5
Exchange rate (yen/US $)	103.04	116.82	109.93	121.80	*120.00*	*120.90*			
Naphtha price (yen/kl)	70,400	56,500	63,450	48,000	*42,000*	*45,000*			

(Reference : Sales by segment)

(Unit:¥bn)

	FY Mar.2015			FY Mar.2016			Increase/decrease		
	1st half	2nd half	Full year	1st half	2nd half	Full year	1st half	2nd half	Full year
Elastomers	98.2	100.8	199.0	90.3	*99.7*	*190.0*	△ 7.9	△ 1.0	△ 9.0
Plastics	27.0	28.2	55.2	26.9	*23.1*	*50.0*	△ 0.0	△ 5.1	△ 5.2
Fine Chemicals and Others	74.7	75.2	150.0	77.9	*82.1*	*160.0*	+3.2	+6.9	+10.0
Total	199.9	204.2	404.1	195.1	*204.9*	*400.0*	△ 4.8	+0.7	△ 4.1

(Reference) IR Calendar

Announcement of Earnings Results

FY Mar. 2016	April 25, 2016

*Please note that the above is subject to change.