



Consolidated Financial Results for the Second Quarter Ended September 30, 2018

October 31, 2018

Name of the Listed Company: **CHUGOKU MARINE PAINTS, LTD.** (Code No. 4617)
 Listed Stock Exchange: Tokyo Stock Exchange
 URL: <https://www.cmp.co.jp/>
 Representative: Masataka Uetake, President
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 Date of submittal of the quarterly consolidated financial statements: November 12, 2018
 Starting date of dividend payout: December 3, 2018

All financial information has been prepared in accordance with accounting principles generally accepted in Japan.

(Amounts less than one million yen omitted)

1. Consolidated Results (April 2018-September 2018)

(1) Consolidated Operating Results

(Percentages are shown as year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 2018	43,170	8.3	△237	—	△64	—	△505	—
September 2017	39,855	△5.2	2,285	△19.6	2,465	△12.4	1,467	△1.5

(Note) Comprehensive income: September 2018: △2,287million yen [—%], September 2017: 1,637million yen [—%]

	Earnings per share	
	Basic	Diluted
September 2018	Yen △7.90	Yen —
September 2017	22.41	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
September 2018	118,108	73,942	57.9	1,100.63
March 2018	125,769	81,094	59.7	1,146.84

(Reference) Shareholders' equity: September 2018: 68,368million yen, March 2018: 75,121million yen

(Note) "Partial Amendments to Accounting Standard for Tax Effect Accounting" have been applied from the beginning of the first quarter ended June 30, 2018, and the figures of Total assets and Shareholders' equity ratio as of March 31, 2018 are those after retrospective application.

2. Dividends

	Cash dividends per share				
	1st Q	2nd Q	3rd Q	4th Q	Total (Annual)
March 2018	Yen -	Yen 9.00	Yen -	Yen 19.00	Yen 28.00
March 2019 (Actual)	-	17.00			
March 2019 (Forecast)			-	17.00	34.00

(Note) Change from the latest dividends forecast: None

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2019(April 2018 - March 2019)

(Percentages are shown as year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Annual	88,000	6.0	△500	—	△200	—	△500	—	△7.81

(Note) Change from the latest consolidated forecast: None

※ Notes

(1) Changes in the significant subsidiaries (Changes in scope of the consolidation): None

(2) Adoption of special accounting methods for presenting quarterly consolidated financial statements: None

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

① Changes of accounting policies applied due to revision of accounting standards: None

② Changes of accounting policies other than ①: Applicable

③ Changes in accounting estimates: Applicable

④ Retrospective restatement: None

(4) Outstanding Shares (Common Shares):

① Outstanding shares at the end of period (Including treasury shares):

the second quarter ended September 2018: 69,068,822 shares, the fiscal year ended March 2018: 69,068,822 shares

② Treasury shares at the end of period:

the second quarter ended September 2018: 6,951,536 shares, the fiscal year ended March 2018: 3,565,403 shares

③ Average number of shares during the term (Accumulated):

the second quarter April - September 2018: 64,013,255 shares, the second quarter April - September 2017: 65,503,740 shares

These financial results are not subject to review by certified public accountants or auditing firms.

Explanation regarding the appropriate use of forecasts of business results and other special instructions

These forecasts are based on various assumptions made at the date of release of these materials, including the information available at the date of release of these materials and uncertain factors that may affect future results, and the Company makes no representations as to their achievability. Actual results may differ materially from these forecasts as a consequence of various factors.