



Consolidated Financial Results for the Second Quarter Ended September 30, 2016

October 28, 2016

Name of the Listed Company: **CHUGOKU MARINE PAINTS, LTD.** (Code No. 4617)
 Listed Stock Exchange: Tokyo Stock Exchange
 URL: <http://www.cmp.co.jp/>
 Representative: Masataka Uetake, President
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 Date of submittal of the quarterly consolidated financial statements: November 11, 2016
 Starting date of dividend payout: December 1, 2016

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 2016-September 2016)

(1) Consolidated Operating Results

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 2016	42,039	△29.4	2,842	△43.5	2,813	△49.6	1,489	△57.3
September 2015	59,572	18.0	5,026	52.2	5,577	54.3	3,488	49.2

(Note) Comprehensive income:

September 2016: △4,889million yen[- %], September 2015: 3,155million yen[94.6%]

	Earnings per share	
	Basic	Diluted
September 2016	Yen 22.65	Yen —
September 2015	Yen 52.69	Yen —

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
September 2016	116,836	72,675	57.8	1,031.22
March 2016	128,389	78,817	57.0	1,104.67

(Reference) Shareholders' equity:

September 2016: 67,548million yen, March 2016: 73,133million yen

2. Dividends

	Cash dividends per share				
	1st Q	2nd Q	3rd Q	4th Q	Total (Annual)
March 2016	Yen -	Yen 7.00	Yen -	Yen 9.00	Yen 16.00
March 2017 (Actual)	-	8.00	-	-	-
March 2017 (Forecast)	-	-	-	8.00	16.00

(Note) Change from the latest dividends forecast: None

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2017(April 2016 - March 2017)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
Annual	90,000	△21.8	6,800	△32.1	7,000	△32.8	4,000	△38.5	60.82	

(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: Applicable
- ② Changes of accounting policies other than ①: None
- ③ Changes in accounting estimates: None
- 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 2016: 69,068,822 shares, the fiscal year ended March 2016: 69,068,822 shares
- ② Treasury shares at the end of period:
the second quarter ended September 2016: 3,564,967 shares, the fiscal year ended March 2016: 2,865,271 shares
- ③ Average number of shares during the term (Accumulated):
the second quarter April - September 2016: 65,770,523 shares, the second quarter April - September 2015: 66,209,941 shares

Information regarding the implementation of quarterly review procedures

These quarterly financial results are not subject to quarterly review procedures. At the time of disclosure of these financial results, the quarterly financial statement review procedures based on the Financial Instruments and Exchange Act have not been completed.

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.