



Consolidated Financial Results for the Second Quarter Ended September 30, 2017

October 31, 2017

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
 Personnel to contact: Junji Tomochika, Managing Director
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 Date of submittal of the quarterly consolidated financial statements: November 10, 2017
 Starting date of dividend payout: December 1, 2017

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 2017-September 2017)

(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 2017	39,855	△ 5.2	2,285	△ 19.6	2,465	△ 12.4	1,467	△ 1.5
September 2016	42,039	△ 29.4	2,842	△ 43.5	2,813	△ 49.6	1,489	△ 57.3

(Note) Comprehensive income:

September 2017: 1,637million yen [- %], September 2016: △ 4,889million yen [- %]

	Earnings per share	
	Basic	Diluted
September 2017	Yen 22.41	—
September 2016	Yen 22.65	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
September 2017	123,511	79,030	59.3	1,117.89
March 2017	122,058	78,169	59.4	1,107.57

(Reference) Shareholders' equity:

September 2017: 73,226million yen, March 2017: 72,550million yen

2. Dividends

	Cash dividends per share				
	1st Q	2nd Q	3rd Q	4th Q	Total (Annual)
March 2017	Yen -	Yen 8.00	Yen -	Yen 10.00	Yen 18.00
March 2018 (Actual)	-	9.00			
March 2018 (Forecast)			-	9.00	18.00

(Note) Change from the latest dividends forecast: None

(Note) Breakdown of year-end dividends for the fiscal year ended March 2017:

Ordinary dividends: 8 yen, Commemorative dividends for the 100th Founding Anniversary: 2 yen

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2018(April 2017 - March 2018)

(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	80,000	△ 2.9	4,100	△ 25.1	4,300	△ 29.2	2,500	△ 31.4	38.17

(Note) Change from the latest consolidated forecast: Applicable

※ 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: 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 2017: 69,068,822 shares, the fiscal year ended March 2017: 69,068,822 shares

② Treasury shares at the end of period:

the second quarter ended September 2017: 3,565,210 shares, the fiscal year ended March 2017: 3,565,050 shares

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

the second quarter April - September 2017: 65,503,740 shares, the second quarter April - September 2016: 65,770,523 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.