

**Summary of Consolidated Financial Results**  
**For the Second Quarter of the Fiscal Year Ending March 31, 2012**  
**(Six Months Ended September 30, 2011)**

November 7, 2011

Company name: Nippon Shokubai Co., Ltd. Listing: TSE, OSE (First Section)  
 Code number: 4114 URL: <http://www.shokubai.co.jp/>  
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 Scheduled quarterly report filing date: November 9, 2011  
 Scheduled date of dividend payment: December 5, 2011

(Figures are rounded off to the nearest million yen)

**1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2012**  
**(from April 1, 2011 to September 30, 2011)**

## (1) Consolidated operating results (cumulative)

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended Sep. 30, 2011	163,919	18.7	18,086	34.4	18,556	38.6	12,274	63.9
Six months ended Sep. 30, 2010	138,109	21.6	13,458	128.4	13,392	104.3	7,487	88.9

Note: Comprehensive income (millions of yen):  
 Second quarter ended September 30, 2011: 11,678 (223.9%)  
 Second quarter ended September 30, 2010: 3,605 ( - %)

	Net income per share	Fully diluted net income per share
	Yen	Yen
Six months ended Sep. 30, 2011	60.46	-
Six months ended Sep. 30, 2010	41.23	-

## (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of Sep. 30, 2011	339,557	204,187	58.8	983.25
As of Mar. 31, 2011	329,332	194,266	57.9	938.67

Reference: Shareholders' equity (millions of yen): As of Sep. 30, 2011: 199,602 As of Mar. 31, 2011: 190,557

**2. Dividends**

	Dividend per share				
(Record date)	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 31, 2011	-	10.00	-	12.00	22.00
Year ending Mar. 31, 2012	-	11.00			
Year ending Mar. 31, 2012 (Forecast)			-	11.00	22.00

Note: Revisions to the dividend forecast made during the period: Yes

FY3/11: Detail of dividends Ordinary dividends: 2<sup>nd</sup> quarter end 9 yen / share Full year end 9 yen / share Total 18 yen / share  
 Commemorative dividends: 2<sup>nd</sup> quarter end 1 yen / share Full year end 3 yen / share Total 4 yen / share

### 3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2012 (from April 1, 2011 to March 31, 2012)

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	320,000	11.0	31,000	4.0	33,000	6.6	21,500	1.8	105.91

Note: Revisions to the consolidated earnings forecast made during the period: Yes

### 4. Other

(1) Changes in significant subsidiaries during the period (changes in specific subsidiaries that affect the scope of consolidation): None

(2) Application of simplified accounting methods and accounting methods peculiar to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies; changes in accounting estimates; restatements

1) Changes in accounting policies due to amendment of accounting standards: None

2) Other changes in accounting policies: None

3) Changes in accounting estimates: None

4) Restatements: None

(4) Number of shares issued and outstanding (common stock)

1) Number of shares issued and outstanding at the end of the period (including treasury stock)

Sep. 30, 2011: 212,000,000 shares      Mar. 31, 2011: 212,000,000 shares

2) Number of treasury stock at the end of the period

Sep. 30, 2011: 8,996,915 shares      Mar. 31, 2011: 8,992,680 shares

3) Average number of shares outstanding during the period (six-month period)

Six months ended Sep. 30, 2011: 203,005,337 shares      Six months ended Sep. 30, 2010: 181,591,216 shares

#### ※Indication regarding execution of quarterly review procedures

This quarterly financial results report is exempt from the quarterly review procedures in accordance with the Financial Instruments and Exchange Act. At the time of disclosure of this quarterly financial results report, the review procedures for quarterly financial statements in accordance with the Financial Instruments and Exchange Act are incomplete.

#### ※Appropriate use of business forecasts; other special items

In this document, statements other than historical facts are forward-looking statements that reflect the Company's plans and expectations. These forward-looking statements involve risks, uncertainties and other factors that may cause our actual results and achievements to differ from those anticipated in these statements.

\* The original, written in Japanese, of this information is prepared in accordance with Japanese standard. This is a voluntary translation of the original provided by the company for convenience of readers.

## 1. Qualitative Information, Financial Statements, etc.

### (1) Qualitative Information on Consolidated Operating Results

In the first half of the current fiscal year, there were signs of an upturn in production and exports as the drop in the supply of goods following the Great East Japan Earthquake eased. However, the operating environment remained difficult because of fears about slowing global economic growth, declining consumer spending and other problems.

In the chemicals industry, demand was firm in emerging countries but the yen's strength, high cost of raw materials and other challenges make the outlook unclear.

#### 1) Overview

(Unit: Millions of yen)

	Six months ended Sep. 30, 2010	Six months ended Sep. 30, 2011	Change		Year ended Mar. 31, 2011
			(Amount)	(% growth)	
Net sales	138,109	163,919	25,810	18.7%	288,345
Operating income	13,458	18,086	4,628	34.4%	29,813
Ordinary income	13,392	18,556	5,164	38.6%	30,955
Net income	7,487	12,274	4,787	63.9%	21,119
Net income per share	41.23 yen	60.46 yen	19.23 yen	46.6%	110.30 yen
ROA (Return on Assets)	8.5%	11.1%	-	2.6 points	9.7%
ROE (Return on Equity)	8.8%	12.6%	-	3.8 points	12.1%
Foreign exchange rates (\$ and EUR)	\$= 88.96 yen EUR=113.87 yen	\$= 79.79 yen EUR=113.80 yen	(9.17) yen (0.07) yen		\$= 85.72 yen EUR= 113.15 yen
Naphtha price	46,200 yen/kl	57,000 yen/kl	10,800 yen/kl		47,500 yen/kl

Note: The ROA and ROE figures shown for each six-month period are annualized.

In this business environment, consolidated net sales increased 18.7% year-over-year to 163,919 million yen (+25,810 million yen). Sales were negatively affected by lower repatriated sales due to the yen's strength and to a fall in shipment volume at some subsidiaries because of earthquake damage. But there was growth in sales volume because of solid demand across all product categories. Sales also benefited from higher prices of products because of the elevated cost of raw materials and tight supply-demand conditions.

As for profits, operating income increased 34.4% year-over-year to 18,086 million yen (+4,628 million yen) in the first half. Although fixed costs increased due to the bolstering of production capacity for superabsorbent polymers, profitability improved due to an increase in production and sales volumes and a widening of spreads for some products (product prices rose more than raw materials prices in the markets).

Ordinary income increased 38.6% year-over-year to 18,556 million yen (+5,164 million yen) as net non-operating income improved by 537 million yen due to an increase in equity in earnings of affiliates, a decrease in net interest expenses and other items. Net income increased 63.9% year-over-year to 12,274 million yen (+4,787 million yen).

#### 2) Segment summary

##### Basic Chemicals

Although the sales volumes of acrylic acids and acrylates were about the same as one year earlier, there was a big increase in sales as export prices increased along with a surge in market prices driven by tight supply-demand conditions worldwide.

Sales of ethylene oxide also increased due to upward revisions to selling prices to reflect higher raw materials prices in addition to a rise in sales volumes on firm demand.

Sales of ethylene glycol increased as market prices remained high and domestic sales volumes rose.

Sales of higher alcohol increased, despite a decline in sales volume, primarily for exports, due to upward revisions to selling prices to reflect higher raw materials prices.

Sales of ethanolamine decreased as a decline in sales volume, primarily for exports, offset upward revisions to selling prices to reflect higher raw material prices.

In summary, sales in the basic chemicals segment increased 14.8% year-over-year to 70,872 million yen.

Operating income increased 50.0% year-over-year to 9,014 million yen, despite an increase in fixed costs from the bolstering of production capacity, due to a significant improvement in profitability from an increase in sales volumes and production, and a widening of spreads for some products on a surge in market prices.

### **Functional Chemicals**

Sales of superabsorbent polymers increased as sales volumes significantly increased on firm demand and also thanks to the bolstering of production capacity.

Sales of maleic anhydride and specialty acrylates increased due to a rise in sales volumes and upward revisions to selling prices to reflect higher raw materials prices.

Sales of polymer for concrete admixture, raw materials for detergents, and electronic and information materials increased due to a rise in sales volumes.

Sales of resin modifiers and resins for paints increased due to upward revisions to selling prices, despite a decline in sales volumes.

Sales of processed adhesive products and iodine compounds decreased due to a decline in sales volumes.

In summary, sales in the functional chemicals segment increased 23.3 % year-over-year to 82,720 million yen.

Operating income increased 54.4% year-over-year to 9,139 million yen, despite effects of the yen's appreciation and higher raw materials prices, due to an increase in production and sales volumes and upward revisions to selling prices.

### **Environment & Catalysts**

Sales of process catalysts, De-NOx catalysts and dioxins decomposition catalysts increased due to an increase in sales volumes.

Sales of automotive catalysts increased despite a decline in sales volume because of an increase in selling prices to reflect higher prices for precious metals.

Sales of fuel cell materials decreased due to a decline in sales volumes.

In summary, sales in the environment and catalysts segment increased 11.6% year-over-year to 10,327 million yen.

Operating income was down 77.2% from one year earlier to 335 million yen, despite the benefit of higher sales of process catalysts, primarily because of loss on valuation of inventories.

## **(2) Qualitative Information on Consolidated Financial Position**

### **(1) Assets, liabilities and net assets**

Total assets increased 10,225 million yen year-over-year to 339,557 million yen. Current assets increased 7,848 million yen mainly because increases in notes and accounts receivable-trade and inventories offset a decrease in cash and deposits. Noncurrent assets increased 2,377 million yen as investment securities decreased with declining market values but property, plant and equipment increased because of capital expenditures.

Liabilities increased 304 million yen year-over-year to 135,370 million yen. There were a decrease in income taxes payable and repayment of long-term loans payable, but an increase in notes and accounts payable-trade.

Net assets increased 9,922 million yen year-over-year to 204,187 million yen. This increase was mainly due to a decrease in valuation difference on available-for-sale securities and increases in retained earnings and foreign currency

translation adjustments.

Shareholders' equity ratio increased 0.9 points, from 57.9% at the end of the previous fiscal year, to 58.8%. Net assets per share increased 44.58 yen to 983.25 yen.

## **(2) Cash Flows**

Cash and cash equivalents at the end of the first half decreased 7,908 million yen over the end of the previous fiscal year to 31,266 million yen as net cash used in investing activities (capital investment, etc.) and net cash used in financing activities (the repayment of loans payable, etc.) exceeded net cash provided by operating activities.

### ***Cash flow from operating activities***

Net cash provided by operating activities totaled 8,018 million yen (10,114 million yen in the same period of the previous fiscal year). This was mainly due to an increase in inventories, while there was an increase in income before income taxes.

### ***Cash flow from investing activities***

Net cash used in investing activities totaled 11,444 million yen (8,099 million yen in the same period of the previous fiscal year). This was mainly due to an increase in outlays for the purchase of property, plant and equipment.

### ***Cash flow from financing activities***

Net cash used in financing activities totaled 4,550 million yen (6,118 million yen provided in the same period of the previous fiscal year). Although the amount of repayment of short-term loans payable decreased, cash flows one year earlier included the procurement of funds via the issue of stock.

## **(3) Qualitative Information on Consolidated Earnings Forecast**

The Japanese economy showed signs of improvement as growth of the global economy, driven by developing nations, caused business sentiment to recover as capital expenditures bottomed out and exports rose. However, even though Japan has had more than six months to recover from the Great East Japan Earthquake in March, this disaster is still having a significant impact on some manufacturing activity because of power supply constraints and other problems. Furthermore, the pace of global economic growth is apparently slowing because of monetary tightening in China, the debt crisis in Europe that originated with a focus on Greece, and concerns about the U.S. budget deficit. As a result, the outlook will probably remain uncertain due to stagnant economic activity, delays in economic recoveries and the possibility of extreme volatility in foreign exchange rates.

In the chemicals industry, the operating environment will have to be monitored closely because of changes in prices of crude oil and other natural resources, foreign exchange rate volatility, and difficulties in continuing operations because of constraints on the supply of electricity in Japan.

In this environment, we forecast consolidated net sales over the full fiscal year of 320,000 million yen (156,100 million yen in the second half), operating income of 31,000 million yen (12,900 million yen in the second half), ordinary income of 33,000 million yen (14,400 million yen in the second half), and net income of 21,500 million yen (9,200 million yen in the second half).

We base our second half forecasts on exchange rates of 75 yen to the US dollar and 100 yen to the euro, and naphtha prices of 50,000 yen/kl. In this harsh business environment, we will continue to cut all variety of costs, focus on expanding production and sales volumes, and strive to maintain and expand spreads.

Our full-year forecasts by business segment are as follows:

Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2012 by reportable segment (Unit: Billions of yen)

	Basic Chemicals		Functional Chemicals		Environment & Catalysts	
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income
First-half results	70.9	9.0	82.7	9.1	10.3	0.3
Second-half forecasts	64.1	5.5	77.3	6.4	14.7	0.7
Full-year forecasts	135.0	14.5	160.0	15.5	25.0	1.0

For more information, please see “Revision of full-year financial forecast for the fiscal year ending March 31, 2012” announced on November 7, 2011.

## 2. Matters Related to Summary Information (Others)

### (1) Changes in Significant Subsidiaries during the Period

Not applicable.

### (2) Application of Special Accounting Methods in the Preparation of the Quarterly Consolidated Financial Statements

Not applicable.

### (3) Changes in Accounting Policies and Accounting-based Estimates, and Revised Restatements

Not applicable.

## 3. Overview of Important Information about Going Concern Assumption

Not applicable.

*\* This financial report is solely a translation of extracts from “Kessan Tanshin” (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.*

**2. Quarterly Consolidated Financial Statements****(1) Consolidated Balance Sheets**

(Unit: Millions of yen)

	Fiscal year ended Mar. 31, 2011 (As of Mar. 31, 2011)	Second quarter of Fiscal year ending Mar. 31, 2012 (As of Sep. 30, 2011)
Assets		
Current assets		
Cash and deposits	39,304	32,089
Notes and accounts receivable-trade	72,676	77,955
Merchandise and finished goods	21,690	27,571
Work in process	5,765	6,385
Raw materials and supplies	11,960	15,124
Other	9,513	9,623
Allowance for doubtful accounts	(74)	(64)
Total current assets	160,834	168,682
Noncurrent assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	56,213	53,676
Land	31,567	31,679
Other, net	32,040	38,730
Accumulated impairment loss	(4,027)	(4,122)
Total property, plant and equipment	115,793	119,963
Intangible assets		
Goodwill	937	703
Other	2,369	2,377
Total intangible assets	3,305	3,079
Investments and other assets		
Investment securities	35,181	32,262
Other	14,432	15,750
Allowance for doubtful accounts	(214)	(180)
Total investments and other assets	49,399	47,832
Total noncurrent assets	168,498	170,875
Total assets	329,332	339,557

(Unit: Millions of yen)

	Fiscal year ended Mar. 31, 2011 (As of Mar. 31, 2011)	Second quarter of Fiscal year ending Mar. 31, 2012 (As of Sep. 30, 2011)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	39,643	43,685
Short-term loans payable	16,749	16,430
Current portion of long-term loans payable	4,884	4,047
Current portion of bonds	-	5,000
Income taxes payable	7,639	6,054
Provision for bonuses	2,798	2,950
Other provision	2,943	2,227
Other	7,142	6,825
Total current liabilities	81,799	87,218
Noncurrent liabilities		
Bonds payable	15,000	10,000
Long-term loans payable	27,418	26,409
Provision for retirement benefits	9,079	10,032
Other	1,770	1,710
Total noncurrent liabilities	53,267	48,151
Total liabilities	135,066	135,370
Net assets		
Shareholders' equity		
Capital stock	25,038	25,038
Capital surplus	22,083	22,083
Retained earnings	158,961	168,799
Treasury stock	(7,990)	(7,994)
Total shareholders' equity	198,092	207,926
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	2,367	331
Deferred gains or losses on hedges	(17)	(6)
Foreign currency translation adjustment	(9,886)	(8,650)
Total valuation and translation adjustments	(7,536)	(8,324)
Minority interests	3,709	4,585
Total net assets	194,266	204,187
Total liabilities and net assets	329,332	339,557



**(2) Consolidated Statements of Income and Statements of Comprehensive Income****Consolidated Statements of Income****(For the Six-month Period)**

	(Unit: Millions of yen)	
	Second quarter of Fiscal year ended Mar. 31, 2011 (Apr. 1, 2010 to Sep. 30, 2010)	Second quarter of Fiscal year ending Mar. 31, 2012 (Apr. 1, 2011 to Sep. 30, 2011)
Net sales	138,109	163,919
Cost of sales	106,602	127,114
Gross profit	31,507	36,805
Selling, general and administrative expenses		
Transportation and warehousing expenses	6,811	6,323
Personal expenses	3,628	3,915
Research and development expenses	5,022	5,519
Other	2,588	2,926
Total selling, general and administrative expenses	18,049	18,719
Operating income	13,458	18,086
Non-operating income		
Interest income	47	49
Dividends income	334	432
Equity in earnings of affiliates	922	1,550
Technical support fee	165	333
Real estate rent	603	582
Other	236	283
Total non-operating income	2,307	3,228
Non-operating expenses		
Interest expenses	466	399
Foreign exchange losses	932	1,067
Other	976	1,293
Total non-operating expenses	2,373	2,759
Ordinary income	13,392	18,556
Extraordinary income		
Gain on sales of noncurrent assets	322	-
Insurance income	-	404
Total extraordinary income	322	404
Extraordinary loss		
Impairment loss	-	280
Other	900	-
Total extraordinary loss	900	280
Income before income taxes	12,813	18,679
Income taxes-current	5,361	6,194
Income taxes-deferred	(194)	(0)
Total income taxes	5,167	6,193
Income before minority interests	7,646	12,486
Minority interests in income	158	212
Net income	7,487	12,274

**Consolidated Statements of Comprehensive Income**

	(Unit: Millions of yen)	
	Second quarter of Fiscal year ended Mar. 31, 2011 (Apr. 1, 2010 to Sep. 30, 2010)	Second quarter of Fiscal year ending Mar. 31, 2012 (Apr. 1, 2011 to Sep. 30, 2011)
Income (loss) before minority interests	7,646	12,486
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,725)	(2,038)
Deferred gains or losses on hedges	1	(2)
Foreign currency translation adjustment	(1,792)	782
Share of other comprehensive income of associates accounted for using equity method	(524)	449
Total other comprehensive income	(4,041)	(808)
Comprehensive income	3,605	11,678
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	3,528	11,486
Comprehensive income attributable to minority interests	77	192

**(3) Consolidated Statements of Cash Flows**

	(Unit: Millions of yen)	
	Second quarter of Fiscal year ended Mar. 31, 2011 (Apr. 1, 2010 to Sep. 30, 2010)	Second quarter of Fiscal year ending Mar. 31, 2012 (Apr. 1, 2011 to Sep. 30, 2011)
Net cash provided by (used in) operating activities		
Income before income taxes	12,813	18,679
Depreciation and amortization	7,498	8,278
Loss (gain) on sales and retirement of noncurrent assets	(322)	-
Insurance income	-	(404)
Impairment loss	-	280
Other extraordinary loss (income)	900	-
Interest and dividends income	(380)	(481)
Interest expenses	466	399
Equity in (earnings) losses of affiliates	(922)	(1,550)
Stock issuance cost	97	-
Decrease (increase) in notes and accounts receivable-trade	(4,088)	(1,693)
Decrease (increase) in inventories	(423)	(8,700)
Increase (decrease) in notes and accounts payable-trade	(3,372)	(454)
Other, net	1,168	(139)
Subtotal	13,434	14,215
Interest and dividends income received	1,326	1,477
Interest expenses paid	(467)	(402)
Income taxes paid	(3,465)	(7,801)
Proceeds from insurance income	-	530
Other payments	(716)	-
Net cash provided by (used in) operating activities	10,114	8,018
Net cash provided by (used in) investment activities		
Purchase of property, plant and equipment	(7,898)	(10,733)
Proceeds from sales of investment securities	4	186
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	-	182
Other, net	(205)	(1,080)
Net cash provided by (used in) investment activities	(8,099)	(11,444)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(7,362)	(217)
Proceeds from long-term loans payable	60	550
Repayment of long-term loans payable	(2,214)	(2,385)
Proceeds from issuance of common stock	17,018	-
Payments for issuance of common stock	(97)	-
Cash dividends paid	(1,246)	(2,436)
Cash dividends paid to minority shareholders	(21)	(26)
Purchase of treasury stock	(6)	(5)
Other, net	(15)	(30)
Net cash provided by (used in) financing activities	6,118	(4,550)
Effect of exchange rate change on cash and cash equivalents	(497)	68
Net increase (decrease) in cash and cash equivalents	7,636	(7,908)
Cash and cash equivalents at beginning of term	28,234	39,174
Cash and cash equivalents at end of term	35,870	31,266

**(4) Going Concern Assumption**

Not applicable.

**(5) Segment Information****【Segment Information】****I Second quarter of Fiscal year ended Mar. 31, 2011 (Apr. 1, 2010 to Sep. 30, 2010)**

## 1. Information concerning net sales and profit or loss by reporting segment

(Unit: Millions of yen)

	Reporting segment				Adjustment	Consolidation
	Basic chemicals	Functional chemicals	Environment & catalysts	Total		
Net sales						
(1) Sales to third parties	61,745	67,107	9,257	138,109	-	138,109
(2) Intergroup sales and transfers	13,955	852	902	15,708	(15,708)	-
Total	75,699	67,959	10,159	153,817	(15,708)	138,109
Operating income (loss)	6,009	5,918	1,469	13,395	63	13,458

Notes: 1. Segment income adjustment: Elimination of 63 million yen in inter-segment transactions.

2. Segment income is adjusted for Operating Income described in Consolidated Quarterly Statements of Income.

## 2. Information concerning impairment loss of noncurrent assets or goodwill etc. by reporting segment

Not applicable.

**II Second quarter of Fiscal year ending Mar. 31, 2012 (Apr. 1, 2011 to Sep. 30, 2011)**

## 1. Information concerning net sales and profit or loss by reporting segment

(Unit: Millions of yen)

	Reporting segment				Adjustment	Consolidation
	Basic chemicals	Functional chemicals	Environment & catalysts	Total		
Net sales						
(1) Sales to third parties	70,872	82,720	10,327	163,919	-	163,919
(2) Intergroup sales and transfers	18,954	758	1,558	21,270	(21,270)	-
Total	89,826	83,477	11,886	185,189	(21,270)	163,919
Operating income (loss)	9,014	9,139	335	18,488	(402)	18,086

Notes: 1. Segment income adjustment: Elimination of (402) million yen in inter-segment transactions.

2. Segment income is adjusted for Operating Income described in Consolidated Quarterly Statements of Income.

## 2. Information concerning impairment loss of noncurrent assets or goodwill etc. by reporting segment

**【Important impairment loss concerning noncurrent assets】**

	Reporting segment			Elimination or corporate	Total
	Basic chemicals	Functional chemicals	Environment & catalysts		
impairment loss	-	-	-	280	280

**【Supplementary Information】****Overseas Sales****Second quarter of Fiscal year ended Mar. 31, 2011 (Apr. 1, 2010 to Sep. 30, 2010)**

(Unit: Millions of yen)

	Asia	Europe	North America	Other regions	Total
I. Overseas sales	27,523	17,567	13,810	4,746	63,646
II. Consolidated sales					138,109
III. Overseas sales as a percentage of consolidated sales	20.0%	12.7%	10.0%	3.4%	46.1%

**Second quarter of Fiscal year ending Mar. 31, 2012 (Apr. 1, 2011 to Sep. 30, 2011)**

(Unit: Millions of yen)

	Asia	Europe	North America	Other regions	Total
I. Overseas sales	31,441	20,272	14,646	9,690	76,049
II. Consolidated sales					163,919
III. Overseas sales as a percentage of consolidated sales	19.2%	12.4%	8.9%	5.9%	46.4%

- Notes: 1. Segmentation of countries and regions is based on geographical proximity.  
 2. Major countries and regions included in the respective segments:  
 (1) Asia: East Asian and Southeast Asian countries  
 (2) Europe: European countries  
 (3) North America: North American countries  
 (4) Other regions: Countries and regions other than Asia, Europe, North America and Japan  
 3. "Overseas sales" represent total sales of Nippon Shokubai Co., Ltd. and its consolidated subsidiaries generated in countries and regions other than Japan.

**(6) Notes on Substantial Changes in the Amount of Shareholders' Equity**

Not applicable.

**(7)Material Events after the Reporting Period****【Cancellation of the Company's Treasury Shares】**

We resolved, at the Board Meeting held on November 7, 2011, to cancel our treasury shares under Article 178 of the Companies Act of Japan.

- Class of shares to be cancelled:  
Shares of Common Stock
- Number of shares to be cancelled:  
8,000,000 shares
- Schedule of cancellation:  
November 21, 2011
- Number of shares issued (after the cancellation):  
204,000,000 shares