

**Summary of Consolidated Financial Results**  
**For the First Quarter of the Fiscal Year Ending March 31, 2013**  
**(Three Months Ended June 30, 2012)**

August 3, 2012

Company name: Nippon Shokubai Co., Ltd.	Listing: TSE, OSE (First Section)
Code number: 4114	URL: <a href="http://www.shokubai.co.jp/">http://www.shokubai.co.jp/</a>
Representative: Masanori Ikeda, President and Representative Director	
Contact for inquiries: Teruhisa Wada, General Manager of General Affairs Dept.	Phone: +81-6-6223-9111
Scheduled quarterly report filing date: August 9, 2012	
Start of cash dividend payments: —	
Supplementary quarterly materials prepared: None	
Quarterly results information meeting held: None	

(Figures are rounded off to the nearest million yen)

**1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2013**  
**(from April 1, 2012 to June 30, 2012)**

(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	%
Three months ended Jun. 30, 2012	79,320	(4.9)	7,137	(25.5)	8,601	(17.6)	4,948	(28.1)
Three months ended Jun. 30, 2011	83,387	18.1	9,582	27.5	10,434	37.6	6,881	92.1

Note: Comprehensive income (millions of yen):  
First quarter ended June 30, 2012: 7,337 (9.7%)  
First quarter ended June 30, 2011: 8,128 210.3%

	Net income per share	Fully diluted net income per share
	Yen	Yen
Three months ended Jun. 30, 2012	24.37	-
Three months ended Jun. 30, 2011	33.89	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of Jun. 30, 2012	372,731	214,129	56.1	1,030.76
As of Mar. 31, 2012	356,407	209,070	57.3	1,006.48

Reference: Shareholders' equity (millions of yen):  
As of Jun. 30, 2012: 209,243  
As of Mar. 31, 2012: 204,315

**2. Dividends**

(Record date)	Dividend per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 31, 2012	-	11.00	-	11.00	22.00
Year ending Mar. 31, 2013	-	-	-	-	-
Year ending Mar. 31, 2013 (Forecast)	-	11.00	-	11.00	22.00

Note: Revisions to dividend forecast during the period: None

**3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2013****(from April 1, 2012 to March 31, 2013)**

(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
1st half	160,000	(2.4)	10,000	(44.7)	12,000	(35.3)	8,000	(34.8)	39.41
Full year	330,000	2.9	25,000	(19.6)	28,000	(15.4)	19,500	(8.3)	96.06

Note: Revisions to consolidated earnings forecast during the period: None

**4. Others**

(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)

Jun. 30, 2012: 204,000,000 shares Mar. 31, 2012: 204,000,000 shares

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

Jun. 30, 2012: 1,001,986 shares Mar. 31, 2012: 1,001,175 shares

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

Three months ended Jun. 30, 2012: 202,998,421 shares Three months ended Jun. 30, 2011: 203,006,620 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.

**Qualitative Information, Financial Statements, etc.****1. Qualitative Information on Consolidated Operating Results****Overview**

(Unit: Millions of yen)

	Three months ended Jun. 30, 2011	Three months ended Jun. 30, 2012	Change		Year ended Mar. 31, 2012
			(Amount)	(% growth)	
Net sales	83,387	79,320	(4,067)	(4.9)%	320,704
Operating income	9,582	7,137	(2,445)	(25.5)%	31,100
Ordinary income	10,434	8,601	(1,833)	(17.6)%	33,114
Net income	6,881	4,948	(1,933)	(28.1)%	21,257
Net income per share	33.89 yen	24.37 yen	(9.52) yen	(28.1)%	104.71yen
ROA (Return on Assets)	12.4%	9.4%	-	(3.0) points	9.7%
ROE (Return on Equity)	14.2%	9.6%	-	(4.6) points	10.8%
Exchange rate (\$ and EUR)	\$=81.71 yen EUR=117.38 yen	\$=80.18 yen EUR=102.84 yen	(1.53) yen (14.54) yen		\$=79.07yen EUR=109.01 yen
Naphtha price	59,000 yen/kl	60,600yen/kl	1,600 yen/kl		54,900 yen/kl

Note: The ROA and ROE figures shown for each Three-months period are annualized.

**2. FY3/13 Forecast (April 1, 2012 – March 31, 2013)**

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

(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	67.0	3.5	80.0	6.0	13.0	0.5
Second-half forecasts	68.0	4.0	89.0	10.5	13.0	0.5
Full-year forecasts	135.0	7.5	169.0	16.5	26.0	1.0

Note: Revisions to consolidated earnings forecast during the period: None

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

(Unit: Millions of yen)

	Fiscal year ended Mar.31, 2012 (As of Mar.31, 2012)	First quarter of Fiscal year ending Mar. 31, 2013 (As of Jun. 30, 2012)
Assets		
Current assets		
Cash and deposits	51,764	62,090
Notes and accounts receivable-trade	78,094	76,651
Merchandise and finished goods	24,291	26,932
Work in process	6,761	7,236
Raw materials and supplies	12,960	13,225
Other	9,073	10,619
Allowance for doubtful accounts	(64)	(59)
Total current assets	182,879	196,694
Noncurrent assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	48,917	48,934
Land	32,271	32,277
Other, net	45,586	49,290
Accumulated impairment loss	(4,048)	(4,148)
Total property, plant and equipment	122,726	126,352
Intangible assets		
Goodwill	468	351
Other	2,247	2,263
Total intangible assets	2,716	2,615
Investments and other assets		
Investment securities	33,789	30,933
Other	14,456	16,274
Allowance for doubtful accounts	(158)	(137)
Total investments and other assets	48,087	47,070
Total noncurrent assets	173,528	176,037
Total assets	356,407	372,731

(Unit: Millions of yen)

	Fiscal year ended Mar.31, 2012 (As of Mar.31, 2012)	First quarter of Fiscal year ending Mar. 31, 2013 (As of Jun. 30, 2012)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	53,137	57,907
Short-term loans payable	14,373	14,146
Current portion of long-term loans payable	9,694	9,340
Current portion of bonds	5,000	5,000
Income taxes payable	7,144	3,426
Provision for bonuses	2,991	4,560
Other provision	2,656	2,876
Other	10,294	10,570
Total current liabilities	105,288	107,825
Noncurrent liabilities		
Bonds payable	10,000	10,000
Long-term loans payable	20,224	28,914
Provision for retirement benefits	10,251	10,286
Other	1,573	1,577
Total noncurrent liabilities	42,048	50,777
Total liabilities	147,337	158,602
Net assets		
Shareholders' equity		
Capital stock	25,038	25,038
Capital surplus	22,083	22,083
Retained earnings	168,441	171,156
Treasury stock	(890)	(890)
Total shareholders' equity	214,672	217,387
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,366	156
Deferred gains or losses on hedges	(2)	(3)
Foreign currency translation adjustment	(11,721)	(8,297)
Total valuation and translation adjustments	(10,357)	(8,143)
Minority interests	4,755	4,886
Total net assets	209,070	214,129
Total liabilities and net assets	356,407	372,731

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

(Unit: Millions of yen)

	First quarter of Fiscal year ended Mar. 31, 2012 (Apr. 1, 2011 to Jun. 30, 2011)	First quarter of Fiscal year ending Mar. 31, 2013 (Apr. 1, 2012 to Jun. 30, 2012)
Net sales	83,387	79,320
Cost of sales	64,389	62,387
Gross profit	18,999	16,933
Selling, general and administrative expenses		
Transportation and warehousing expenses	3,317	3,170
Personal expenses	2,030	2,117
Research and development expenses	2,698	2,829
Other	1,372	1,680
Total selling, general and administrative expenses	9,417	9,796
Operating income	9,582	7,137
Non-operating income		
Interest income	24	18
Dividends income	418	352
Equity in earnings of affiliates	784	415
Technical support fee	35	898
Real estate rent	306	296
Other	147	140
Total non-operating income	1,715	2,119
Non-operating expenses		
Interest expenses	194	178
Foreign exchange losses	250	272
Other	420	205
Total non-operating expenses	863	656
Ordinary income	10,434	8,601
Extraordinary loss		
Loss on valuation of investment securities	-	272
Loss on valuation of stocks of subsidiaries and affiliates	-	264
Total extraordinary losses	-	536
Income before income taxes	10,434	8,065
Income taxes-current	4,108	3,513
Income taxes-deferred	(697)	(456)
Total income taxes	3,412	3,057
Income before minority interests	7,022	5,008
Minority interests in income	141	60
Net income	6,881	4,948

**Consolidated Statements of Comprehensive Income**

	(Unit: Millions of yen)	
	First quarter of Fiscal year ended Mar. 31, 2012 (Apr. 1, 2011 to Jun. 30, 2011)	First quarter of Fiscal year ending Mar. 31, 2013 (Apr. 1, 2012 to Jun. 30, 2012)
Income (loss) before minority interests	7,022	5,008
Other comprehensive income		
Valuation difference on available-for-sale securities	(733)	(1,213)
Deferred gains or losses on hedges	(1)	(1)
Foreign currency translation adjustment	1,376	2,844
Share of other comprehensive income of associates accounted for using equity method	464	700
Total other comprehensive income	1,106	2,329
Comprehensive income	8,128	7,337
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	7,949	7,162
Comprehensive income attributable to minority interests	180	175

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

(Unit: Millions of yen)

	First quarter of Fiscal year ended Mar. 31, 2012 (Apr. 1, 2011 to Jun. 30, 2011)	First quarter of Fiscal year ending Mar. 31, 2013 (Apr. 1, 2012 to Jun. 30, 2012)
Net cash provided by (used in) operating activities		
Income before income taxes	10,434	8,065
Depreciation and amortization	4,108	3,604
Loss (gain) on valuation of investment securities	-	272
Loss on valuation of stocks of subsidiaries and affiliates	-	264
Interest and dividends income	(443)	(370)
Interest expenses	194	178
Equity in (earnings) losses of affiliates	(784)	(415)
Decrease (increase) in notes and accounts receivable-trade	(2,030)	2,156
Decrease (increase) in inventories	(3,872)	(2,702)
Increase (decrease) in notes and accounts payable-trade	(614)	4,103
Other, net	2,425	1,578
Subtotal	9,418	16,732
Interest and dividends income received	1,434	2,047
Interest expenses paid	(110)	(80)
Proceeds from insurance income	130	-
Income taxes paid	(6,611)	(7,121)
Net cash provided by (used in) operating activities	4,262	11,578
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(4,822)	(6,761)
Payments of loans receivable	-	(1,233)
Proceeds from sales of investment securities	182	-
Other, net	(96)	(381)
Net cash provided by (used in) investing activities	(4,735)	(8,375)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	4,808	25
Proceeds from long-term loans payable	100	9,110
Repayment of long-term loans payable	(1,548)	(911)
Cash dividends paid	(2,436)	(2,233)
Cash dividends paid to minority shareholders	(26)	(44)
Purchase of treasury stock	(1)	(1)
Other, net	(15)	(12)
Net cash provided by (used in) financing activities	881	5,935
Effect of exchange rate change on cash and cash equivalents	484	782
Net increase (decrease) in cash and cash equivalents	892	9,920
Cash and cash equivalents at beginning of period	39,174	50,812
Cash and cash equivalents at end of period	40,067	60,732



**(4) Going Concern Assumption**

Not applicable.

**(5) Segment Information****【Segment Information】****I First quarter of Fiscal year ending Mar. 31, 2012 (Apr. 1, 2011 to Jun. 30, 2011)****1. Information concerning net sales and profit or loss by reporting segment**

(Unit: Millions of yen)

	Basic chemicals	Functional chemicals	Environment & catalysts	Total	Adjustment	Consolidation
Net sales						
(1) Sales to third parties	36,314	41,899	5,174	83,387	-	83,387
(2) Intergroup sales and transfers	10,012	393	904	11,309	(11,309)	-
Total	46,325	42,293	6,078	94,696	(11,309)	83,387
Operating income	5,278	4,606	101	9,985	(403)	9,582

Notes: 1. Segment income adjustment: Elimination of (403) 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 First quarter of Fiscal year ending Mar. 31, 2013 (Apr. 1, 2012 to Jun. 30, 2012)****1. Information concerning net sales and profit or loss by reporting segment**

(Unit: Millions of yen)

	Basic chemicals	Functional chemicals	Environment & catalysts	Total	Adjustment	Consolidation
Net sales						
(1) Sales to third parties	33,569	41,115	4,636	79,320	-	79,320
(2) Intergroup sales and transfers	10,271	427	225	10,923	(10,923)	-
Total	43,841	41,542	4,860	90,243	(10,923)	79,320
Operating income	3,014	3,876	221	7,111	26	7,137

Notes: 1. Segment income adjustment: Elimination of 26 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.

**【Supplementary Information】****Overseas Sales****First quarter of Fiscal year ended Mar. 31, 2012 (Apr. 1, 2011 to Jun. 30, 2011)**

(Unit: Millions of yen)

	Asia	Europe	North America	Other regions	Total
I. Overseas sales	16,093	10,143	6,729	5,256	38,221
II. Consolidated sales					83,387
III. Overseas sales as a percentage of consolidated sales	19.2%	12.2%	8.1%	6.3%	45.8%

**First quarter of Fiscal year ending Mar. 31, 2013 (Apr. 1, 2012 to Jun. 30, 2012)**

(Unit: Millions of yen)

	Asia	Europe	North America	Other regions	Total
I. Overseas sales	15,195	9,521	5,977	4,899	35,591
II. Consolidated sales					79,320
III. Overseas sales as a percentage of consolidated sales	19.2%	12.0%	7.5%	6.2%	44.9%

- 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.