

Summary of Consolidated Financial Statements for Fiscal 2018
(From January 1, 2018 to December 31, 2018)

February 13, 2019

Toagosei Co., Ltd.

Stock exchange listings: Tokyo

(URL <http://www.toagosei.co.jp/>)

Code number: 4045

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President and Representative Director

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Scheduled date for the Ordinary General Meeting of Shareholders: March 28, 2019

Scheduled date of year-end dividends payout: March 29, 2019

Scheduled date for the filing of the consolidated financial statements: March 29, 2019

1. Consolidated results for fiscal year ended December 31, 2018(Jan. 1, 2018 – Dec. 31, 2018)

Note: All amounts are rounded down to the nearest million yen.

(1) Performance

% indicates year-on-year changes.

	Net Sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
Fiscal 2018	150,066	3.7	16,408	(6.0)	17,403	(5.9)	12,748	(1.3)
Fiscal 2017	144,708	6.9	17,453	8.1	18,492	9.2	12,911	(6.4)

(Additional Notes) Comprehensive income: Fiscal 2018: 7,528 million yen Fiscal 2017: 18,744 million yen

	Net income per share	Diluted net income per share	Net income to Shareholders' equity	Ordinary income to total assets	Operating income to net sales
	(yen)	(yen)	(%)	(%)	(%)
Fiscal 2018	96.85	–	6.9	7.2	10.9
Fiscal 2017	98.08	–	7.4	8.1	12.1

(Reference) Equity in earnings of unconsolidated subsidiaries and affiliates: Fiscal 2017: 338 million yen Fiscal 2016: 337 million yen

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(%)
Dec. 31, 2018	241,971	191,296	77.0	1416.24
Dec. 31, 2017	239,338	187,487	76.3	1,387.36

(Reference) Shareholders' equity: End of 2017: 182,624 million yen End of 2016: 167,990 million yen

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash & cash equivalents at the end of the year
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Fiscal 2018	19,841	(11,910)	(4,908)	44,990
Fiscal 2017	15,166	(23,186)	(4,047)	42,136

2. Dividends

(Period)	Dividends per share					Total dividends paid (Annual)	Dividends payout ratio (Consolidated)	Dividends on net assets ratio (Consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual			
	(yen)	(yen)	(yen)	(yen)	(yen)	(millions of yen)	(%)	(%)
Fiscal 2017	–	13.00	–	13.00	26.00	3,422	26.5	2.0
Fiscal 2018	–	14.00	–	14.00	28.00	3,685	28.9	2.0
Fiscal 2019 (Forecast)	–	15.00	–	15.00	30.00		33.2	

3. Consolidated performance forecast for Fiscal 2019 (Jan. 1, 2019 – Dec. 31, 2019)

Note: % indicates the rate of change over the corresponding previous period.

	Net Sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(yen)
First half, 2019	73,000	(0.2)	7,700	(1.3)	8,300	0.0	5,700	(5.0)	43.30
Fiscal 2019	150,000	(0.0)	16,500	0.6	17,600	1.1	11,900	(6.7)	90.41

4. Other information

(1) Changes of significant subsidiaries in the scope of consolidation during this period: No

Addition to the scope of consolidation: –

Reduction from the scope of consolidation: –

(2) Changes of accounting principles, procedures and presentation methods, etc. related to preparation of the consolidated financial statements

i. Changes by revision of accounting standard : No

ii. Changes other than the above : No

iii. Changes in accounting estimates : No

iv. Retrospective restatements : No

(3) Number of shares issued (in common stock)

i. Number of shares issued at the end of period (including treasury stock):

FY2018: 131,996,299 FY2017: 131,996,299

ii. Number of treasury stock at the end of period:

FY2018: 366,613 FY2017: 361,663

iii. Average number of issued shares:

FY2018: 131,632,184 FY2017: 131,639,288

*** Cautions pertaining to the appropriate use of performance forecasts and other particular items**

The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance etc. because of various factors that may arise from now on.