

Supplemental Data of Business Results for 3Q FY ending Mar. 2017 (Apr 1, 2016 to Dec 31, 2016)

Materials Innovation



JSR Corporation
With chemistry, we can.



FY ending(ended) March 31 JSR's accounting period (fiscal year) is defined as the period from April 1 to March 31 of the following year.

When noted "FY ending March 2017", this indicates the period from April 1, 2016 to March 31, 2017.

NB: The forecasts, future plans and strategies made in this document contain a variety of uncertain factors since it has been prepared based on judgments from information that is currently available. Actual business results may differ from those projected, depending on factors such as the economic status of the market surrounding the company.

The 3rd Quarter's Results

- Both the sales and the profit of the 3rd quarter exceeded those of the previous quarter. That was attributed to weaker yen to dollar and recovery in the earnings of the Petrochemicals business, mainly the Elastomers business.

The Cumulative 3rd Quarter's (April to October) Results

- Both the sales and the operating profit of the cumulative 3rd quarter decreased from the previous year due to the negative impact of the stronger yen compared to the previous year.
- Both the sales and the profit of the Petrochemicals business decreased from the previous year. Although there was increase in export sales volume of SSBR by full operation of our plant in Thailand, the negative impact of the delay in the recovery of the spread margin and the stronger yen exceeded it.
- In the Fine chemicals and other businesses, despite increase in sales volume of main products in the Semiconductor materials business and the Display materials business, both the sales and the profit decreased from the previous year. That was because of the negative impact of the stronger yen and the tough competition in the Display materials business.

(Consolidated) Overall Income Statements

JSR Corporation

(Unit:¥mm)

	FY ended Mar. 2016 3Q (Apr - Dec)	FY ending Mar. 2017 3Q (Apr - Dec)	Year-on-year comparison	
Net sales	294,478	280,374	△ 14,105	95%
Cost of sales	211,786	197,603	△ 14,183	93%
SGA	53,226	61,777	+8,551	116%
Operating income	29,466	20,995	△ 8,472	71%
Non operating income/expenses	△ 1,578	4,002	+5,580	—
Ordinary income	27,888	24,997	△ 2,892	90%
Extraordinary income/losses	△ 4,811	3,199	+8,011	—
Net income before tax	23,076	28,196	+5,119	122%
Corporate tax and others	5,062	6,118	+1,056	121%
Loss attributable to non-controlling interests	△ 1,759	△ 300	+1,460	17%
Profit attributable to owners of parent	19,774	22,378	+2,604	113%
Comprehensive income	12,657	19,497	+6,840	154%
EPS(Yen)	86.78	99.85	+13.07	115%
Exchange rate (Yen/US \$)	121.70	106.62	△ 15.08	88%
Butadiene price (US \$ /Ton)	935	1,192	257	127%
MOPJ (US \$ /Ton)	490	417	△ 73	85%
Naphtha price (Yen/kl)	45,633	32,200	△ 13,433	71%

*Butadiene Price : Platts S.E Asia(MEAN)

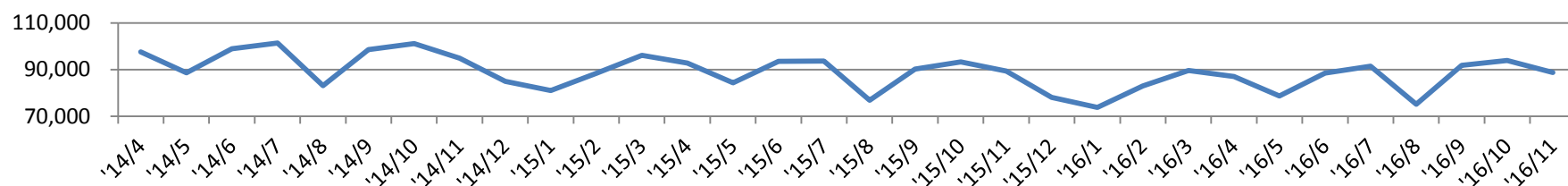
(Consolidated) Segment Data (Petrochemical Products)

JSR Corporation

(Unit:¥mm)

		FY ended Mar. 2016 3Q (Apr - Dec)	FY ending Mar. 2017 3Q (Apr - Dec)	Year-on-year comparison	
Reference: Sales volume of Elastomers (Tons) (non-consolidated & JSR BST Elastomer)		477,522	516,554	+39,032	108%
Net sales	Elastomers	135,247	131,290	△ 3,958	97%
	Plastics	40,610	33,439	△ 7,172	82%
	Petrochemicals Total	175,857	164,728	△ 11,130	94%
Operating income	Elastomers	6,834	4,739	△ 2,095	69%
	Plastics	4,026	2,722	△ 1,304	68%
	Petrochemicals Total	10,860	7,461	△ 3,400	69%
Operating income to sales	Elastomers	5.1%	3.6%		
	Plastics	9.9%	8.1%		
	Petrochemicals Total	6.2%	4.5%		

(Reference) Production of automobile tires and tubes (Unit: Tons, Source: JATMA)



(Unit:¥mm)

			FY ended Mar. 2016 3Q (Apr - Dec)	FY ending Mar. 2017 3Q (Apr - Dec)	Year-on-year comparison	
Net sales	Reference	Semiconductor Materials	48,117	45,896	△ 2,221	95%
		Display Materials	48,667	42,703	△ 5,964	88%
		Others	21,835	27,046	+5,210	124%
	Fine Chemicals and Other Products Total		118,620	115,646	△ 2,975	97%
Operating income			18,605	13,534	△ 5,072	73%
Operating income to Sales			15.7%	11.7%		

(Reference : Sales growth by product of Fine Chemicals and Other Products)

Semiconductor Materials

FY ending March 2017
Apr - Oct YoY

ArF Photoresists	Flat
Multilayer Materials	Approx. 95%
Other Lithography Materials	Slightly over 95%
CMP Materials	Slightly under 105%
Packaging Materials	Slightly over 80%

Display Materials

FY ending March 2017
Apr - Oct YoY

Alignment Films	Slightly over 90%
Color Pigmented Resists	Slightly over 75%
Other LCD Materials	Approx. 95%

Others

FY ending March 2017
Apr - Oct YoY

OFC	Slight increase
ARTON	Approx. 90%
Life Sciences	Approx. 155%

(Consolidated) Segment Data (Quarterly Trends)

JSR Corporation

(Unit:¥mm)

		FY ended Mar. 2016 Oct-Dec.2015	FY ended Mar. 2016 Jan-Mar.2016	FY ending Mar. 2017 Apr-Jun.2016	FY ending Mar. 2017 Jul-Sep.2016	FY ending Mar. 2017 Oct-Dec.2016	Quarter-on-quarter comparison	
Reference: Sales volume of Elastomers (Tons) (non-consolidated & JSR BST Elastomer)		165,901	162,084	155,451	171,845	189,258	+17,413	110%
Net sales	Elastomers	44,960	44,004	40,528	42,754	48,008	+5,254	112%
	Plastics	13,671	11,596	11,251	10,859	11,328	+469	104%
	Fine Chemicals and Others	40,713	36,628	37,007	39,467	39,172	△ 294	99%
	Total	99,345	92,230	88,786	93,080	98,509	+5,429	106%
Operating income	Elastomers	2,930	657	903	862	2,974	+2,112	345%
	Plastics	1,249	1,087	451	962	1,310	+348	136%
	Fine Chemicals and Others	6,167	3,196	4,283	4,837	4,414	△ 423	91%
	Total	10,347	4,941	5,637	6,661	8,697	+2,036	131%
Exchange rate (Yen/US \$)		121.50	115.48	108.14	102.43	109.30		
Butadiene price (US \$ /Ton)		721	891	998	1,073	1,572		
MOPJ (\$/Ton)		445	344	411	389	450		
Naphtha price (yen/kl)		40,900	34,300	31,600	31,300	33,700		

*Butadiene price : Platts S.E Asia(MEAN)

(Reference : Sales breakdown of Fine Chemicals and Other Products)

(Unit:¥bn)

	FY ended Mar. 2016 Oct-Dec.2015	FY ended Mar. 2016 Jan-Mar.2016	FY ending Mar. 2017 Apr-Jun.2016	FY ending Mar. 2017 Jul-Sep.2016	FY ending Mar. 2017 Oct-Dec.2016	Quarter-on-quarter comparison	
Semiconductor Materials	16.2	14.5	14.7	15.5	15.7	0.1	101%
Display Materials	14.9	13.5	14.0	14.4	14.3	△ 0.1	99%
Others	9.7	8.6	8.4	9.5	9.2	△ 0.3	97%

Non operating income/expenses

(Unit: ¥mm)

	FY ended Mar. 2016 3Q (Apr - Dec)	FY ending Mar. 2017 3Q (Apr - Dec)	Year-on-year comparison
Interest and dividends income	925	899	△26
Foreign exchange gains	0	1,583	+1,583
Gain on investments in partnership	0	1,181	+1,181
Others	1,999	2,063	+64
Total non operating income	2,925	5,727	+2,802
Interest expenses	386	441	+55
Foreign exchange losses	2,664	0	△2,664
Others	1,453	1,285	△169
Total non operating expenses	4,503	1,725	△2,778
Non operating income/expenses	△ 1,578	4,002	+5,580

Extraordinary income/losses

(Unit: ¥mm)

	FY ended Mar. 2016 3Q (Apr - Dec)	FY ending Mar. 2017 3Q (Apr - Dec)	Year-on-year comparison
Gain on step acquisitions	1,757	0	△1,757
Gain on sales of investment securities	0	1,811	+1,811
Gain on transfer of business	0	758	+758
Others	0	630	+630
Total extraordinary income	1,757	3,199	+1,441
Impairment loss	5,975	0	△5,975
Others	593	0	△593
Total extraordinary losses	6,569	0	△6,569
Extraordinary income/losses	△4,811	3,199	+8,011

(Unit: ¥mm)

	2016/3E	2016/12E	Year-on-year comparison
(Assets)			
Current assets	300,532	335,827	+35,295
Cash, deposits and marketable securities	112,091	129,229	+17,138
Notes and accounts receivable	77,878	92,685	+14,807
Inventories	77,458	77,553	+95
Others	33,104	36,359	+3,255
Non-current assets	215,827	226,544	+10,717
Tangible and intangible assets	129,357	146,847	+17,490
Investments and other assets	86,470	79,697	△ 6,773
Total assets	516,359	562,371	+46,011
(Liabilities)			
Current liabilities	109,322	137,894	+28,571
Notes and accounts payable	53,836	73,162	+19,326
Others	55,486	64,732	+9,245
Non-current liabilities	44,683	61,570	+16,886
Total liabilities	154,005	199,463	+45,458
(Net assets)			
shareholder's equity	329,420	328,191	△ 1,230
Accumulated other comprehensive income	23,724	21,013	△ 2,711
Others	9,208	13,704	+4,495
Total net assets	362,353	362,907	+554
Liabilities and net assets	516,359	562,371	+46,011

Capital-to-Asset ratio
2016/12E : 62.1%
2016/3E : 68.4%

(Unit:¥bn)

	FY ended Mar.2016			FY ending Mar.2017			Increase/decrease		
	1st half	2nd half	Full year	1st half	2nd half	Full year	1st half	2nd half	Full year
Net sales	195.1	191.6	386.7	181.9	185.1	367.0	△ 13.3	△ 6.4	△ 19.7
Operating income	19.1	15.3	34.4	12.3	13.7	26.0	△ 6.8	△ 1.6	△ 8.4
Ordinary income	16.8	16.8	33.6	13.8	14.2	28.0	△ 3.0	△ 2.6	△ 5.6
Profit attributable to owners of parent	12.5	11.6	24.1	10.9	10.1	21.0	△ 1.6	△ 1.5	△ 3.1
Depreciation	8.9	9.6	18.5	6.7	7.3	14.0	△ 2.2	△ 2.4	△ 4.5
Capital expenditures	13.1	11.2	24.3	16.5	25.0	41.5	+3.4	+13.8	+17.2
R&D expenses	10.4	11.1	21.5	9.7	10.8	20.5	△ 0.7	△ 0.3	△ 1.0
Exchange rate (yen/US \$)	121.80	118.49	120.14	105.29	100.00	102.65			
Naphtha price (yen/kl)	48,000	37,600	42,800	31,300	34,000	32,650			

(Reference: Sales by segment)

(Unit:¥bn)

	FY ended Mar.2016			FY ending Mar.2017			Increase/decrease		
	1st half	2nd half	Full year	1st half	2nd half	Full year	1st half	2nd half	Full year
Elastomers	90.3	89.0	179.3	83.3	86.7	170.0	△ 7.0	△ 2.2	△ 9.3
Plastics	26.9	25.3	52.2	22.1	24.9	47.0	△ 4.8	△ 0.4	△ 5.2
Fine Chemicals and Others	77.9	77.3	155.2	76.5	73.5	150.0	△ 1.4	△ 3.8	△ 5.2
Total	195.1	191.6	386.7	181.9	185.1	367.0	△ 13.3	△ 6.4	△ 19.7

Announcement of Earnings Results

**FY ending Mar.
2017**

April 24, 2017

*Please note that the above is subject to change.