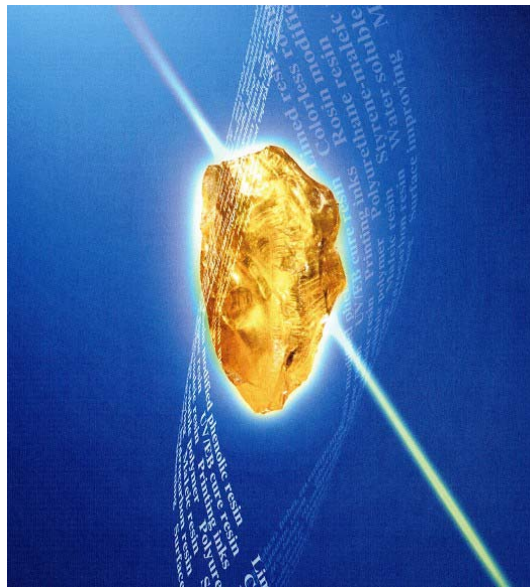


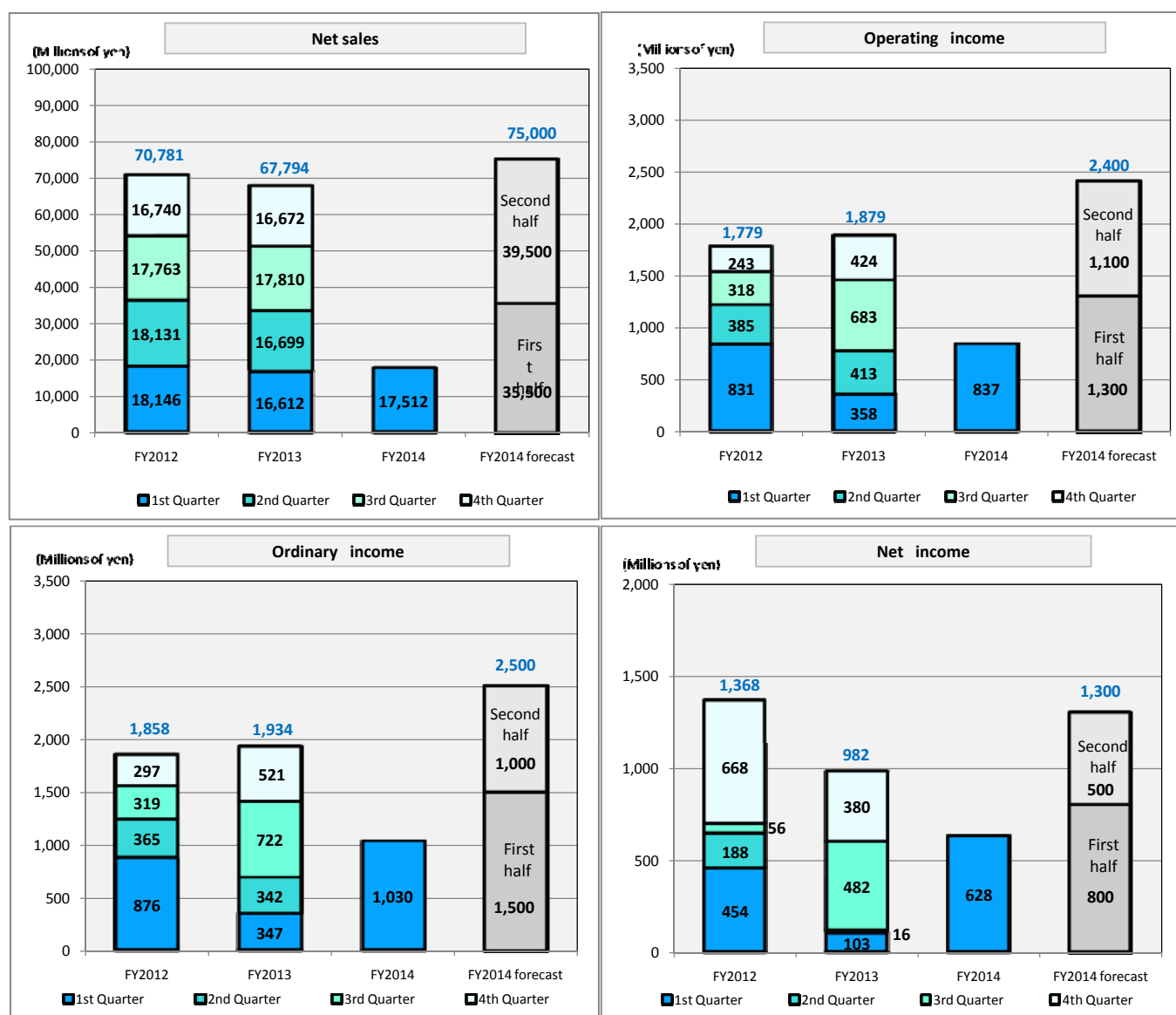
DATA BOOK 2014

August 1st, 2013

1st Quarter ended June 30, 2013



ARAKAWA CHEMICAL INDUSTRIES, LTD.

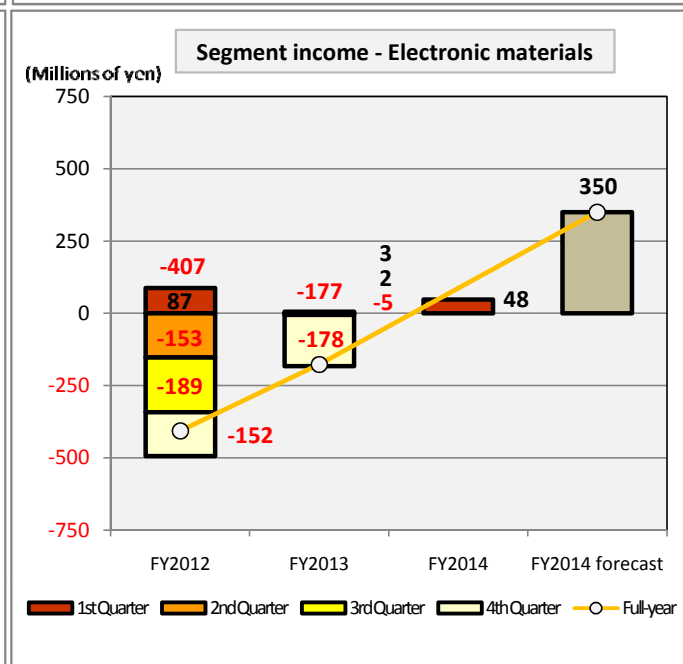
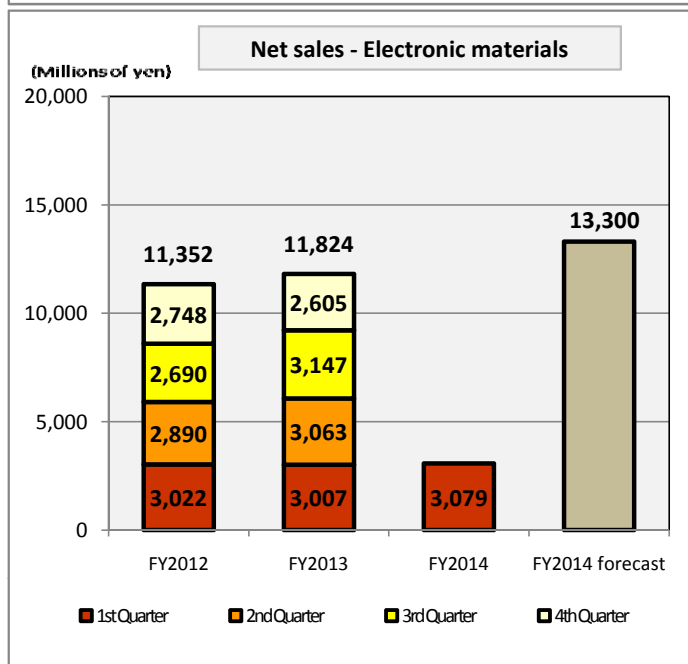
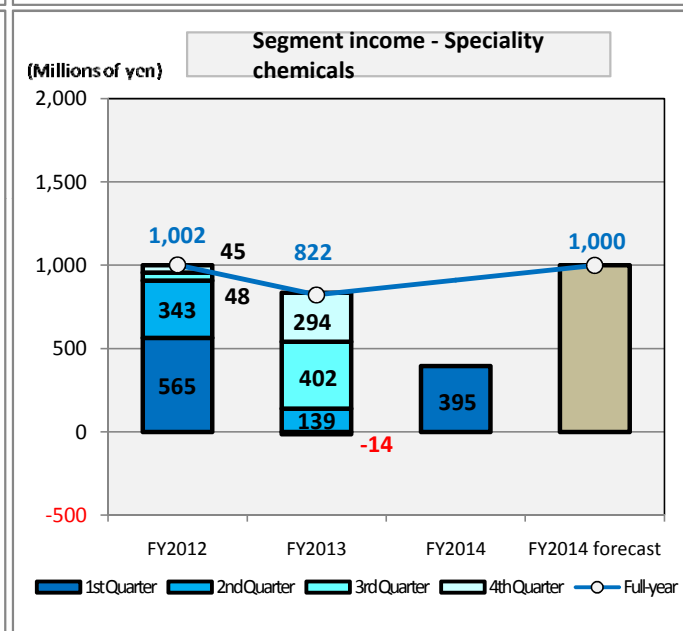
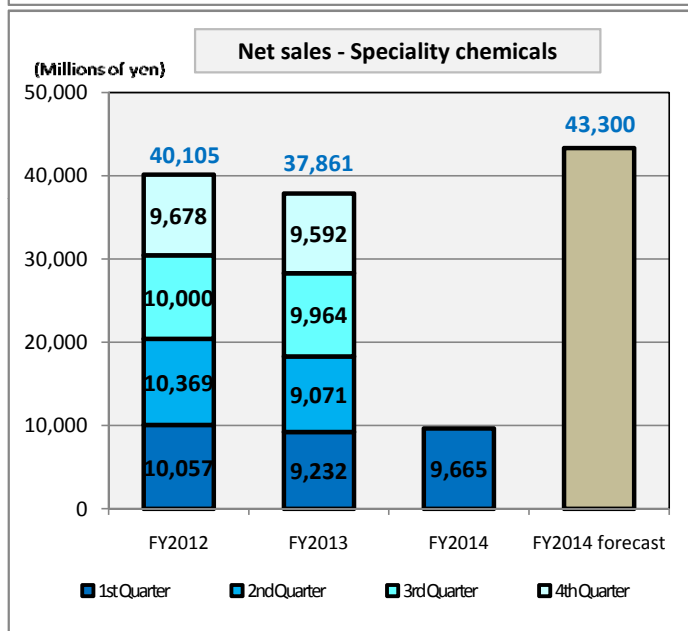
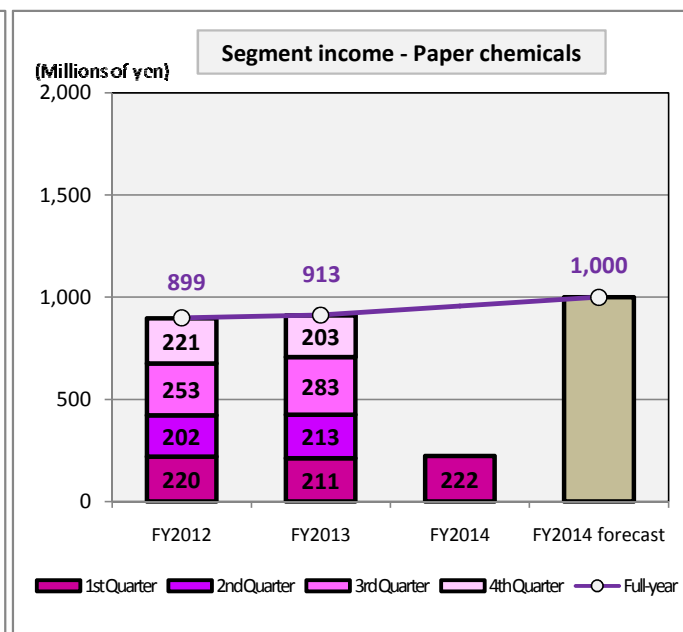
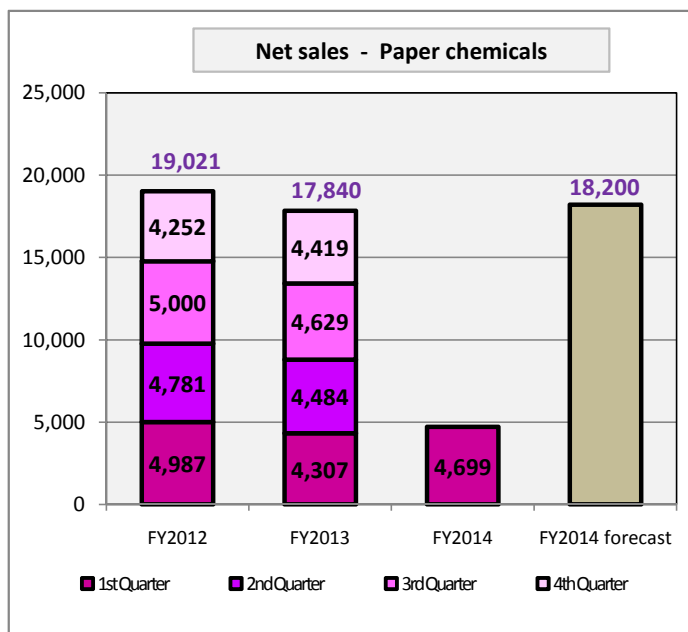
*** Achievement Transition(Consolidated)**

Consolidated	FY2012(1Q) (‘11/4-‘11/6)		FY2013(1Q) (‘12/4-‘12/6)		FY2014(1Q) (‘13/4-‘13/6)		FY2012 (‘11/4-‘12/3)		FY2013 (‘12/4-‘13/3)		FY2014 forecast (‘13/4-‘14/3)	
	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change
Net sales	18,146	11.9	16,612	△ 8.5	17,512	5.4	70,781	6.5	67,794	△ 4.2	75,000	10.6
Operating income	831	△ 24.8	358	△ 56.9	837	134.0	1,779	△ 36.0	1,879	5.6	2,400	27.7
Ordinary income	876	△ 25.9	347	△ 60.3	1,030	196.4	1,858	△ 37.6	1,934	4.1	2,500	29.2
Net income	454	△ 29.9	103	△ 77.2	628	507.7	1,368	△ 15.5	982	△ 28.2	1,300	32.3

*** Management Index(Consolidated)**

Consolidated	FY2012(1Q) (‘11/4-‘11/6)		FY2013(1Q) (‘12/4-‘12/6)		FY2014(1Q) (‘13/4-‘13/6)		FY2012 (‘11/4-‘12/3)		FY2013 (‘12/4-‘13/3)		FY2014 forecast (‘13/4-‘14/3)	
	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change
Capital investment	1,534	1,357	312	△ 1,222	279	△ 32	6,651	3,392	1,090	△ 5,561	2,600	1,509
Depreciation and amortization	725	181	818	92	695	△ 122	3,167	758	3,358	190	2,900	△ 458
R & D expenses	704	2	691	△ 12	743	51	2,887	143	2,746	△ 141	2,850	103
Interest-bearing debt	18,699	9,332	19,467	767	17,262	△ 2,204	20,211	814	18,407	△ 1,803	16,600	△ 1,807

*** Segment Information(Consolidated)**



*** Segment Information(Consolidated)**

Consolidated		FY2012(1Q) ('11/4-'11/6)		FY2013(1Q) ('12/4-'12/6)		FY2014(1Q) ('13/4-'13/6)		FY2012 ('11/4-'12/3)		FY2013 ('12/4-'13/3)		FY2014 forecast ('13/4-'14/3)	
		Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change
Paper chemicals	Net sales	4,987	—	4,307	△ 13.6	4,699	9.1	19,021	—	17,840	△ 6.2	18,200	2.0
	Segment income	220	—	211	△ 4.3	222	5.5	899	—	913	1.5	1,000	9.5
	Segment income/sales	4.4%		4.9%		4.7%		4.7%		5.1%		5.5%	
Speciality chemicals	Net sales	10,057	—	9,232	△ 8.2	9,665	4.7	40,105	—	37,861	△ 5.6	43,300	14.4
	Segment income(loss)	565	—	△ 14	—	395	—	1,002	—	822	△ 17.9	1,000	21.5
	Segment income/sales	5.6%		△ 0.2%		4.1%		2.5%		2.2%		2.3%	
Electronic materials	Net sales	3,022	—	3,007	△ 0.5	3,079	2.4	11,352	—	11,824	4.2	13,300	12.5
	Segment income(loss)	87	—	△ 5	—	48	—	△ 407	—	△ 177	—	350	—
	Segment income/sales	2.9%		△ 0.2%		1.6%		△ 3.6%		△ 1.5%		2.6%	
Others	Net sales	79	—	64	△ 19.1	66	3.5	301	—	267	△ 11.2	200	△ 25.3
	Segment income(loss)	△ 0	—	△ 2	—	△ 2	—	12	—	0	△ 94.7	10	1,347.2
	Segment income/sales	△ 0.2%		△ 3.8%		△ 3.1%		4.3%		0.3%		5.0%	
Consolidated total	Net sales	18,146	—	16,612	△ 8.5	17,512	5.4	70,781	—	67,794	△ 4.2	75,000	10.6
	Segment income	874	—	189	△ 78.3	664	251.0	1,506	—	1,559	3.5	2,400	53.9
	Segment income/sales	4.8%		1.1%		3.8%		2.1%		2.3%		3.2%	

* The sales of business segmentation do not include intersegment sales.

* Starting with this consolidated first quarter, we have changed the classification of the business segments of Functional fine chemical materials from Electronic materials to Speciality chemicals.
Figures for previous financial years were recalculated for the new segment classification.

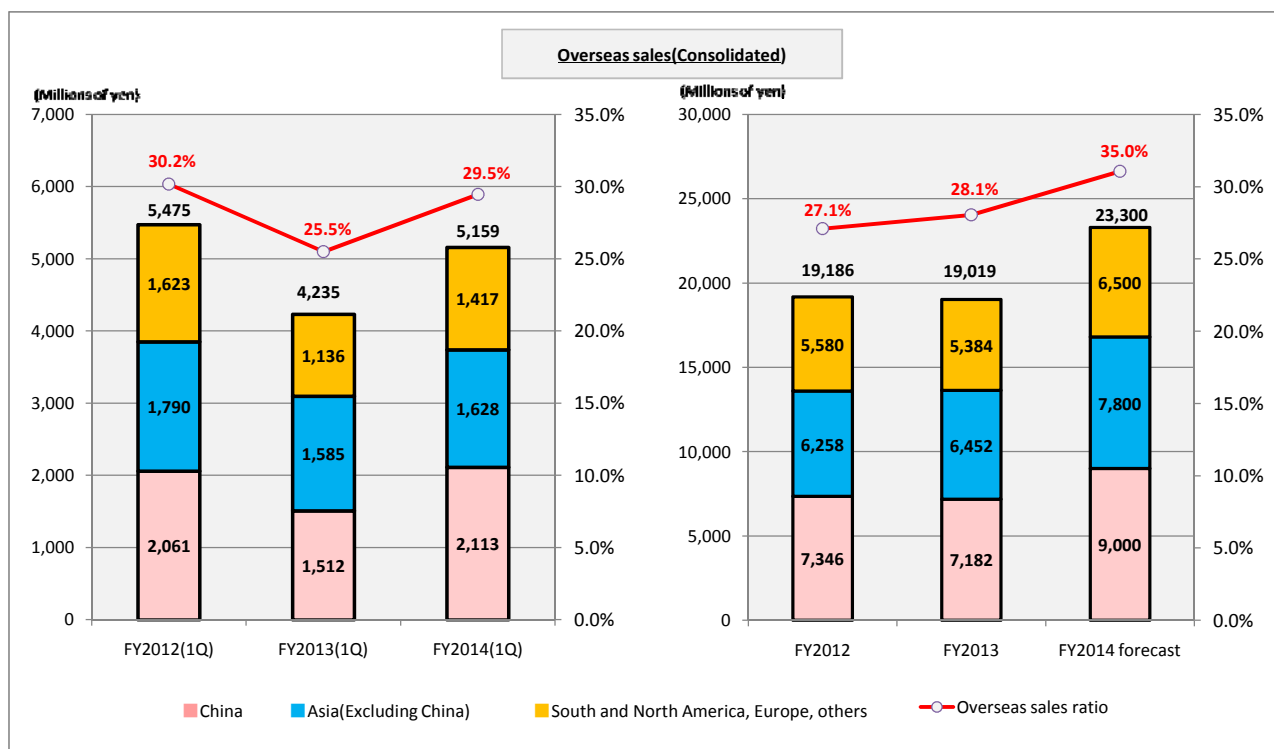
* Paper chemicals.....Size agent, Paper strengthening agent, Ratex, etc.

* Speciality chemicals.....Printing ink resin, Paint resin, Adhesive resin, Polymerization emulsifier, Colorless rosin derivatives, Functional fine chemical materials, etc.

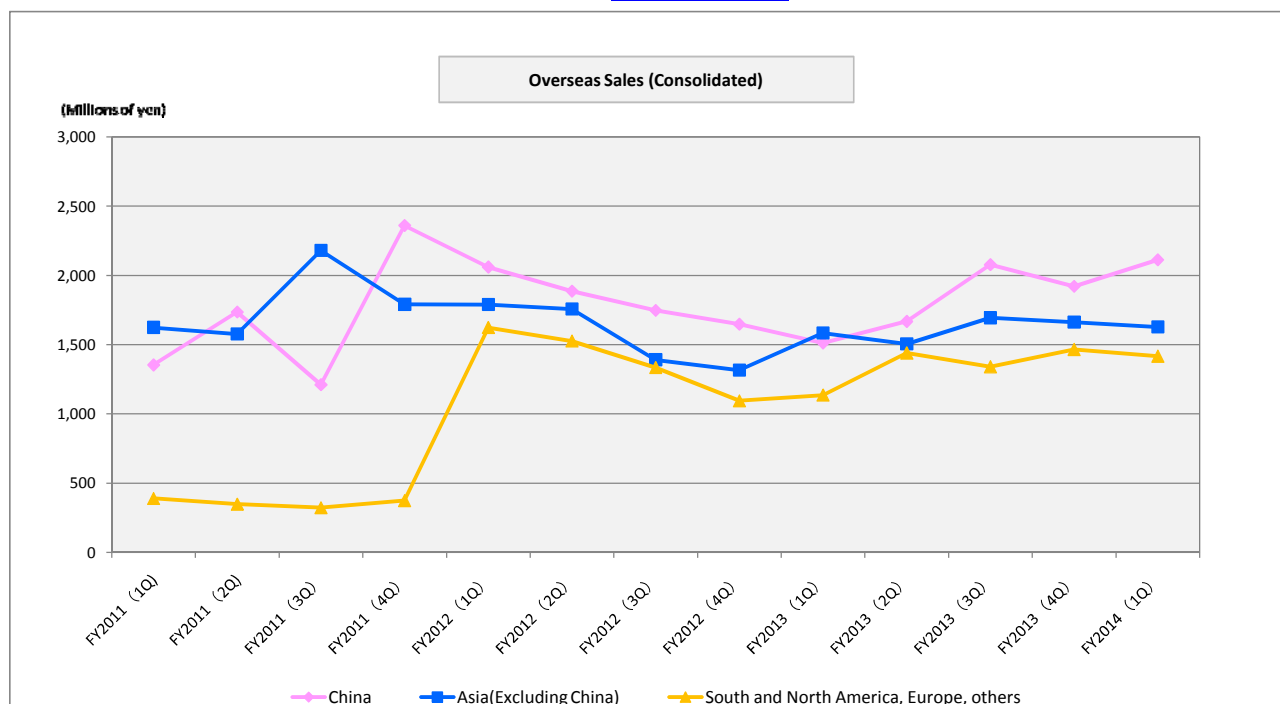
* Electronic materials.....UV/EB curable resin, Compound materials for electronics, Flux cleaning solvent, Flux cleaning system, etc.

* OthersInsurance business, Real estate agent, etc.

*** Overseas Sales(Consolidated)**



Consolidated	FY2012(1Q) (‘11/4-‘11/6)		FY2013(1Q) (‘12/4-‘12/6)		FY2014(1Q) (‘13/4-‘13/6)		FY2012 (‘11/4-‘12/3)		FY2013 (‘12/4-‘13/3)		FY2014 forecast (‘13/4-‘14/3)	
	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change	Millions of yen	%Change
Overseas sales	5,475	62.5	4,235	△ 22.6	5,159	21.8	19,186	25.6	19,019	△ 0.9	23,300	22.5
Overseas sales in Asia	3,851	29.3	3,098	△ 19.6	3,742	20.8	13,605	△ 1.7	13,634	0.2	16,800	23.2
Overseas sales in China	2,061	52.2	1,512	△ 26.6	2,113	39.7	7,346	1.3	7,182	△ 2.2	9,000	25.3
Overseas sales ratio	30.2%		25.5%		29.5%		27.1%		28.1%		31.1%	



Balance Sheets(Consolidated)

(Unit: Millions of yen)

Item	FY2013(1Q)		FY2014(1Q)		FY2013		Increase /Decrease (A) - (B)
	(As of June 30, 2012)		(As of June 30, 2013)		(As of March 31, 2013)		
	Amount	Com- position ratio	Amount(A)	Com- position ratio	Amount(B)	Com- position ratio	
(Assets)		%		%		%	
I Current assets							
1. Cash and deposits	5,794		6,530		6,993		△ 463
2. Notes and accounts receivable-trade	27,016		27,147		27,121		25
3. Merchandise and finished goods	7,010		6,917		7,216		△ 299
4. Work in process	718		1,153		907		246
5. Raw materials and supplies	5,873		6,003		6,862		△ 858
6. Deferred tax assets	399		569		778		△ 209
7. Other	1,332		847		886		△ 39
Allowance for doubtful accounts	△ 106		△ 141		△ 131		△ 9
Total current assets	48,037	62.9	49,027	63.6	50,636	64.6	△ 1,608
II Noncurrent assets							
1. Property, plant and equipment							
(1) Buildings and structures	8,551		8,079		8,123		△ 43
(2) Machinery, equipment and vehicles	8,963		7,893		7,907		△ 13
(3) Land	4,706		4,720		4,710		10
(4) Construction in progress	39		380		286		93
(5) Other	428		347		353		△ 5
Total property, plant and equipment	22,689	29.7	21,421	27.8	21,381	27.3	40
2. Intangible assets							
(1) Goodwill	193		155		162		△ 6
(2) Other	664		616		615		1
Total intangible assets	858	1.1	772	1.0	777	1.0	△ 4
3. Investments and other assets							
(1) Investment securities	3,680		5,127		4,783		344
(2) Deferred tax assets	746		211		217		△ 6
(3) Other	344		583		580		2
Allowance for doubtful accounts	△ 7		△ 4		△ 4		△ 0
Total investments and other assets	4,764	6.3	5,918	7.6	5,577	7.1	340
Total noncurrent assets	28,312	37.1	28,112	36.4	27,735	35.4	376
Total assets	76,350	100.0	77,139	100.0	78,372	100.0	△ 1,232

(Unit: Millions of yen)

Item	FY2013(1Q)		FY2014(1Q)		FY2013		Increase /Decrease (A) - (B)
	(As of June 30, 2012)		(As of June 30, 2013)		(As of March 31, 2013)		
	Amount	Com- position ratio	Amount(A)	Com- position ratio	Amount(B)	Com- position ratio	
(Liabilities)		%		%		%	
I Current liabilities							
1. Notes and accounts payable-trade	11,707		11,638		12,478		△ 839
2. Short-term loans payable	11,527		10,550		11,581		△ 1,031
3. Current portion of bonds	-		5,000		5,000		-
4. Income taxes payable	111		170		288		△ 118
5. Accrued consumption taxes	148		140		329		△ 189
6. Provision for bonuses	511		485		870		△ 384
7. Provision for directors' bonuses	9		10		38		△ 28
8. Provision for repairs	-		10		113		△ 102
9. Asset retirement obligations	15		-		-		-
10. Notes payable-facilities	152		105		43		61
11. Other	3,245		3,096		3,081		14
Total current liabilities	27,429	35.9	31,208	40.4	33,825	43.1	△ 2,617
II Noncurrent liabilities							
1. Bonds payable	5,000		-		-		-
2. Long-term loans payable	2,939		1,712		1,825		△ 113
3. Deferred tax liabilities	66		638		470		167
4. Provision for retirement benefits	1,880		1,707		1,783		△ 76
5. Provision for repairs	68		-		-		-
6. Asset retirement obligations	85		86		86		0
7. Other	296		299		270		28
Total noncurrent liabilities	10,335	13.6	4,443	5.8	4,437	5.7	6
Total liabilities	37,746	49.5	35,651	46.2	38,262	48.8	△ 2,610
(Net assets)							
I Shareholders' equity							
1. Capital stock	3,128		3,128		3,128		-
2. Capital surplus	3,350		3,350		3,350		-
3. Retained earnings	30,937		31,982		31,585		397
4. Treasury stock	△ 11		△ 11		△ 11		△ 0
Total shareholders' equity	37,404	49.0	38,449	49.8	38,052	48.6	397
II Accumulated other comprehensive income							
1. Valuation difference on available-for-sale securities	418		1,303		1,089		214
2. Foreign currency translation adjustment	△ 414		345		△ 253		598
Total accumulated other comprehensive income	4	0.0	1,649	2.1	836	1.1	812
III Subscription rights to shares	-	0.0	27	0.0	-	0.0	27
IV Minority interests	1,176	1.5	1,362	1.9	1,220	1.5	141
Total net assets	38,585	50.5	41,487	53.8	40,109	51.2	1,378
Total liabilities and net assets	76,350	100.0	77,139	100.0	78,372	100.0	△ 1,232

Statements of Income(Consolidated)

(Unit: Millions of yen)

Item	FY2013(1Q)		FY2014(1Q)			Increase /Decrease		FY2013	
	' 12/4-' 12/6		' 13/4-' 13/6			Amount	Rate of change	12/4-' 13/3	
	Amount	Ratio	Amount	Ratio	Amount			Ratio	
I Net sales	16,612	100.0	17,512	100.0	900	5.4	67,794	100.0	
II Cost of sales	13,547	81.5	13,815	78.9	268	2.0	54,879	80.9	
Gross profit	3,064	18.5	3,696	21.1	631	20.6	12,915	19.1	
III Selling, general and administrative expenses	2,706	16.3	2,858	16.3	151	5.6	11,036	16.3	
Operating income	358	2.2	837	4.8	479	134.0	1,879	2.8	
IV Non-operating income									
1. Interest income	2		2				8		
2. Dividends income	42		44				113		
3. Real estate rent	29		29				116		
4. Foreign exchange gains	-		136				144		
5. Compensation income for suspension of operation	-		-				98		
6. Other	34	108	67	279	171	159.0	161	642	
Ordinary income		2.1		1,030	682	196.4		1,934	
V Non-operating expenses									
1. Interest expenses	77		62				272		
2. Equity in losses of affiliates	-		1				1		
3. Foreign exchange losses	28		-				-		
4. Expenses for suspension of operation	-		-				251		
5. Other	12	118	23	87	31	26.2	60	587	
Ordinary income		0.8		87	31	26.2		587	
Extraordinary income									
1. Gain on sales of noncurrent assets	0		0				1		
2. State subsidy	-	0	-	0	0	80.5	15	17	
Extraordinary loss									
1. Loss on sales and retirement of noncurrent assets	2		2				27		
2. Loss on valuation of investment securities	148	151	-	2	149	98.5	108	136	
Income before income taxes		1.2		1,028	832	423.2		1,815	
Income taxes-current	64		108				547		
Income taxes-deferred	15	79	259	367	287	360.4	191	738	
Income before minority interests		0.7		661	544	466.1		1,076	
Minority interests in income		0.1		32	19	143.4		93	
Net income		0.6		628	525	507.7		982	

<Reference> Statements of Comprehensive Income(Consolidated)

Income before minority interests		116		661		544	466.1		1,076
Other comprehensive income									
Valuation difference on available-for-sale securities		△159		214		373			511
Foreign currency translation adjustment		948		689		△ 259			1,190
Share of other comprehensive income of associates accounted for using equity method		-		5		5			3
Total other comprehensive income		789		908		118			1,705
Comprehensive income		906		1,569		663	73.2		2,782