

Consolidated Statement of Income

Mitsubishi Gas Chemical Company, Inc. and Consolidated Subsidiaries
For the year ended March 31, 2018

	Millions of yen		Thousands of U.S. dollars (note 2)
	2018	2017	2018
Net sales (note 19)	¥ 635,909	¥ 556,480	\$ 5,985,589
Cost of sales (note 13)	481,326	425,231	4,530,553
Gross profit	154,583	131,249	1,455,036
Selling, general and administrative expenses (notes 12 and 13)	91,841	87,486	864,467
Operating income	62,741	43,762	590,559
Other income (expenses):			
Interest income	485	423	4,565
Dividend income	2,096	1,789	19,729
Interest expenses	(1,069)	(1,346)	(10,062)
Equity in earnings of affiliates	18,277	21,125	172,035
Gain on sale of investments in securities (note 4)	1,926	761	18,129
Rent expenses	(1,264)	(454)	(11,898)
Loss on valuation of investments in securities	(8,297)	—	(78,097)
Provision for loss on guarantees	(1,088)	—	(10,241)
Loss on liquidation of subsidiaries and affiliates (note 15)	(162)	(667)	(1,525)
Personnel expenses for seconded employees	(1,449)	(1,646)	(13,639)
Loss on sale/disposal of property, plant and equipment	(1,115)	(634)	(10,495)
Impairment loss (note 14)	(11)	(1,124)	(104)
Other, net	2,352	(888)	22,139
	10,680	17,337	100,527
Profit before income taxes	73,421	61,099	691,086
Income taxes (note 9):			
Current	9,330	7,640	87,820
Deferred	(1,842)	30	(17,338)
	7,487	7,671	70,473
Profit	¥ 65,933	¥ 53,427	\$ 620,604
Profit attributable to non-controlling interests	5,402	5,414	50,847
Profit attributable to owners of parent	¥ 60,531	¥ 48,013	\$ 569,757

See accompanying notes to consolidated financial statements.

Consolidated Statement of Comprehensive Income

Mitsubishi Gas Chemical Company, Inc. and Consolidated Subsidiaries
For the year ended March 31, 2018

	Millions of yen		Thousands of U.S. dollars (note 2)
	2018	2017	2018
Profit	¥ 65,933	¥ 53,427	\$ 620,604
Other comprehensive income arising during the year (note 16):			
Net unrealized (loss) gain on other securities	(827)	8,264	(7,784)
Deferred (losses) gains on hedges	(0)	3	(0)
Foreign currency translation adjustments	2,102	(2,192)	19,785
Remeasurements of defined benefit plans	2,204	2,113	20,745
Shares of other comprehensive income of affiliates accounted for by the equity method	(1,775)	(297)	(16,707)
Total other comprehensive income arising during the year	1,702	7,891	16,020
Comprehensive income	¥ 67,636	¥ 61,319	\$ 636,634
Comprehensive income attributable to:			
Owners of the parent	¥ 60,555	¥ 56,908	\$ 569,983
Non-controlling interests	7,080	4,410	66,642

See accompanying notes to consolidated financial statements.