



Supplementary Data of Consolidated Financial Statements for the second quarter ended September 30, 2016

October 31, 2016
NITTO DENKO CORPORATION

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(Note) In the amounts of money in this material, fractions below the shown figures are omitted. Percentages(%) are rounded to the nearest decimal point.

Forward-looking statements such as those relating to earnings forecasts and other projections contained in this material are management's current assumptions and beliefs based on currently available information. Such forward-looking statements are subject to a number of risks, uncertainties and other factors. Accordingly, actual results may differ materially from those projected due to various factors.

Business Results

(Unit: Billions of yen (): % of change from the previous quarter)

		Revenue	Operating Income	Net Income
2Q, FY2016 (Jul.-Sep.)	Results	186.5 (+10.8)	17.5 (+49.5)	13.8 (+101.9)

(Unit: Billions of yen (): % of change from the previous year)

		Revenue	Operating Income	Net Income
1H, FY2016 (Apr.-Sep.)	Results	354.9 (-14.6)	29.2 (-51.3)	20.7 (-55.3)

(Unit: Billions of yen (): % of change from the previous forecasts)

		Revenue	Operating Income	Net Income
Forecasts of FY2016	As of Apr 28	770.0	90.0	70.0
	As of Oct 31	720.0 (-6.5)	70.0 (-22.2)	50.0 (-28.6)

(Billions of yen)

(Yen/1US\$)

		Depreciation expenses	Capital Investment	R&D Expenditures	Exchange rate
1H, FY2016 (Apr.-Sep.)	Results	24.2	22.3	15.1	106.9
Forecasts of FY2016	As of Apr 28	51.0	60.0	33.0	
	As of Oct 31	50.0	50.0	32.0	

Topics

◆ Nitto Denko Avecia Inc, Acquires Assets of Irvine Pharmaceutical Services & Avrio Biopharmaceuticals

Avecia has acquired the assets of Irvine who can achieve the analytical development services and Avrio who can offer aseptic fill & finish services. Avecia will combine the assets and form a newly established company, Nitto Avecia PhamaServices. This acquisition allows Avecia to expand the portfolio with the functions and fulfill the needs of the customers at every stage in developing and producing oligonucleotide drugs.

◆ Acquisition of Functional Film for Curtain Airbags Business from Swiss Company Nolax

Nitto Denko Corporation acquired a new business for functional film used in automotive side curtain airbags from Nolax Holding A.G. With this acquisition, Nitto expands its portfolio of products and aims for further growth in the transportation business sector as part of a commitment to transform its business portfolio. Nitto gains an unique thin film solution that delivers suitable airtightness in side curtain airbags and outperforms conventional products in terms of weight and compactness.

◆ Won <Technology Development Prize by Decreasing Logistic Environmental Load>

The prize was provided by Japan Logistics and Transport in order to recognize groups/companies who made the contribution for the healthy development of logistics. Nitto's action to restrain the rise of temperature and decrease the usage of electricity by using heat shielding sheet inside the maritime container which usually needs the temperature control was evaluated.

Segment Information

Revenue & Operating Income by Segment

(Yen in millions)

		FY2015 Results				FY2016 Results					Forecasts as of Oct 31	
		2Q, FY2015	1H, FY2015	2H, FY2015	FY2015	1Q, FY2016	2Q, FY2016		1H, FY2016		FY2016	
		Revenue	Revenue	Revenue	Revenue	Revenue	Revenue	Y-o-Y(%)	Revenue	Y-o-Y(%)	Revenue	Y-o-Y(%)
Industrial Tape	Functional base products	51,336	98,689	92,444	191,134	41,845	46,875	91.3	88,720	89.9	185,000	96.8
	Transportation	31,726	63,164	62,369	125,534	30,381	29,790	93.9	60,172	95.3	125,000	99.6
	Total	83,063	161,854	154,813	316,668	72,227	76,666	92.3	148,893	92.0	310,000	97.9
	Operating income	7,289	13,618	11,266	24,885	5,272	6,114	83.9	11,386	83.6	28,000	112.5
Optronics	Information fine materials	107,499	206,913	173,891	380,805	73,920	87,685	81.6	161,606	78.1	314,000	82.5
	Flexible printed circuits	13,445	27,629	23,904	51,533	9,719	10,386	77.3	20,106	72.8	40,500	78.6
	Processing materials	6,220	11,962	11,662	23,625	5,688	5,972	96.0	11,661	97.5	25,500	107.9
	Total	127,165	246,505	209,458	455,963	89,328	104,045	81.8	193,374	78.4	380,000	83.3
Operating income	25,152	43,772	25,285	69,058	4,692	9,588	38.1	14,281	32.6	34,000	49.2	
Medical & Membrane	Medical products	4,305	10,030	13,946	23,976	6,847	7,794	181.1	14,642	146.0	31,000	129.3
	Membrane products	7,427	14,732	14,659	29,391	6,952	6,462	87.0	13,415	91.1	29,000	98.7
	Total	11,732	24,763	28,605	53,368	13,800	14,257	121.5	28,058	113.3	60,000	112.4
Operating income	1,826	4,131	7,153	11,285	4,268	4,015	219.8	8,283	200.5	17,000	150.6	
Elimination &Corporate	Revenue	-9,434	-17,386	-15,559	-32,946	-6,945	-8,401	-	-15,346	-	-30,000	-
	Operating income	-683	-1,361	-1,469	-2,831	-2,492	-2,164	-	-4,657	-	-9,000	-
Total	Revenue	212,526	415,736	377,317	793,054	168,411	186,566	87.8	354,978	85.4	720,000	90.8
	Operating income	33,584	60,160	42,237	102,397	11,741	17,552	52.3	29,293	48.7	70,000	68.4

(Note)

Revenue in each segment include revenue between reportable segments.

From fiscal year 2016, we have changed the allocation method of the costs of Corporate sector in order to evaluate each segment's figure more properly.

Such changes have also been reflected in the figures for the result of fiscal year 2015.

Segment Information by Geographic Area

(Yen in Millions)

		Japan	Americas	Europe	Asia & Oceania	Total	Eliminations & Corporate	Consolidated Total
1H 2015	Revenue							
	Revenue to outside customers	91,691	36,377	21,522	266,145	415,736	-	415,736
	Inter-segment revenue or transfers	192,676	4,615	2,499	17,715	217,506	-217,506	-
	Total	284,368	40,992	24,021	283,860	633,243	-217,506	415,736
	Operating Income	38,577	4,449	1,776	16,064	60,867	-706	60,160

		Japan	Americas	Europe	Asia & Oceania	Total	Eliminations & Corporate	Consolidated Total
1H 2016	Revenue							
	Revenue to outside customers	85,546	37,671	19,669	212,091	354,978	-	354,978
	Inter-segment revenue or transfers	154,523	4,421	1,912	16,097	176,954	-176,954	-
	Total	240,070	42,092	21,581	228,188	531,933	-176,954	354,978
	Operating Income	5,530	8,216	1,423	14,143	29,314	-20	29,293

Note: 1 Countries or regions are segmented by geographical proximity.

2 Major countries or regions excluding Japan represented by categories:

Americas : U.S.A., Mexico, Brazil

Europe : Belgium, France, Germany, Sweden, Turkey

Asia & Oceania : China, Korea, Taiwan, Singapore, Malaysia, Hong Kong, Thailand

Revenue to customers outside Japan

(Yen in Millions)

		Americas	Europe	Asia & Oceania	Others	Total
1H 2015	Revenue to customers outside Japan	31,726	23,844	245,830	646	302,047
	Consolidated revenue	/				415,736
	Ratio of revenue to customers outside Japan to consolidated revenue	7.6%	5.7%	59.1%	0.2%	72.7%

		Americas	Europe	Asia & Oceania	Others	Total
1H 2016	Revenue to customers outside Japan	32,812	21,664	199,972	599	255,047
	Consolidated revenue	/				354,978
	Ratio of revenue to customers outside Japan to consolidated revenue	9.2%	6.1%	56.3%	0.2%	71.8%

Note: 1. Countries or regions are segmented by geographical proximity.

2. Major countries or regions excluding Japan represented by categories:

Americas : U.S.A., Mexico, Brazil

Europe : Belgium, France, Germany, Sweden, Turkey

Asia & Oceania : China, Korea, Taiwan, Singapore, Malaysia, Hong Kong, Thailand

Others: African countries

3. Revenue to customers outside Japan represent the revenue by the parent company and its consolidated subsidiaries in the countries or regions outside Japan.