

October 15, 2015

Company name: Ube Industries, Ltd.
 Security code: 4208 (shares listed on First Section of Tokyo Stock Exchange and Fukuoka Stock Exchange)
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Ube Industries Announces Revised Earnings Forecasts

Ube Industries has revised its earnings forecasts previously announced on May 12, 2015. The changes are described below.

1. Revised Earnings Forecast for the First Two Quarters of the Fiscal Year ending March 31, 2016 (April 1, 2015 to September 30, 2015)

Consolidated (Unit: Billions of yen except per share data)

	Net Sales	Operating Income	Ordinary Income	Profit for the period attributable to owners of the parent	Net Income per Share (Yen)
Previous forecast (A)	330.0	14.0	12.0	7.0	6.62
Revised forecast (B)	325.0	20.0	21.0	13.5	12.76
Change (B-A)	-5.0	6.0	9.0	6.5	
Percent change (%)	-1.5	42.9	75.0	92.9	
Previous fiscal year	307.7	6.2	4.8	0.0	0.04

2. Revised Earnings Forecast for the Full Year of the Fiscal Year ending March 31, 2016 (April 1, 2015 to March 31, 2016)

Consolidated (Unit: Billions of yen except per share data)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of the parent	Net Income per Share (Yen)
Previous forecast (A)	685.0	36.0	32.0	17.0	16.07
Revised forecast (B)	670.0	39.0	38.5	21.0	19.85
Change (B-A)	-15.0	3.0	6.5	4.0	
Percent change (%)	-2.2	8.3	20.3	23.5	
Previous fiscal year	641.7	24.1	23.2	14.6	13.85

3. Reasons for the Revision

(First Two Quarters Forecast)

Net sales are expected to be down slightly from the previous forecast. Operating income is projected to be higher than the previous forecast, due to improved market conditions for caprolactam (nylon raw material) in the first quarter of the fiscal year ending March 31, 2016, and lower prices for raw material and fuel such as for coal and crude oil. Both ordinary income and net income attributable to owners of parent are projected to be higher than the previous forecast, due to factors including an improvement in equity method profit in the affiliates.

(Full-Year Forecast)

There is increasing uncertainty surrounding economies in developing countries, as exemplified by the slowdown of the Chinese economy. Market conditions for caprolactam are projected to be sluggish in the third quarter of the fiscal year ending March 31, 2016, and beyond. However, the impact of lower prices for raw materials and fuel is expected to continue to a degree. As a result, net sales are projected to be down slightly from the previous forecast, while profits are expected to be higher than the previous forecast.

The dividend forecast is unchanged.

(Reference) Consolidated Net Sales and Operating Income by Segment

(Unit: Billions of yen)

Item	Segment	Fiscal Year Ending March 31, 2016						The Previous Fiscal Year	
		Previous Forecast (A)		Revised Forecast (B)		Change (B)-(A)		Results	
		First Two Quarters	Full-Year	First Two Quarters	Full-Year	First Two Quarters	Full-Year	First Two Quarters	Full-Year
Net Sales	Chemicals	140.5	292.0	138.0	287.0	-2.5	-5.0	134.1	280.1
	Pharmaceuticals	3.5	9.5	3.5	9.5	0.0	0.0	3.5	7.8
	Cement & Construction Materials	116.5	242.0	119.0	240.0	2.5	-2.0	109.9	222.4
	Machinery & Metal Products	38.0	83.5	34.0	76.0	-4.0	-7.5	35.2	78.9
	Energy & Environment	38.0	72.5	37.0	72.0	-1.0	-0.5	30.7	66.7
	Others	6.5	14.0	8.0	15.5	1.5	1.5	8.9	17.3
	Adjustment	-13.0	-28.5	-14.5	-30.0	-1.5	-1.5	-14.8	-31.7
	Total	330.0	685.0	325.0	670.0	-5.0	-15.0	307.7	641.7
Operating Income	Chemicals	2.0	9.5	6.2	11.0	4.2	1.5	-3.3	-0.9
	Pharmaceuticals	0.5	1.5	0.2	1.2	-0.3	-0.3	0.4	0.9
	Cement & Construction Materials	8.0	17.5	9.5	19.0	1.5	1.5	7.1	17.0
	Machinery & Metal Products	1.5	5.0	1.8	5.0	0.3	0.0	0.6	4.3
	Energy & Environment	2.0	3.0	2.4	3.3	0.4	0.3	1.0	2.8
	Others	0.5	1.0	0.4	1.0	-0.1	0.0	0.4	1.1
	Adjustment	-0.5	-1.5	-0.5	-1.5	0.0	0.0	-0.1	-1.1
	Total	14.0	36.0	20.0	39.0	6.0	3.0	6.2	24.1

Note: The above earnings forecasts are based on certain assumptions judged to be reasonable by the Company when preparing this document. Actual results can vary significantly from forecasts, due to changes in a wide variety of conditions.