

TRANSLATION FOR REFERENCE PURPOSES ONLY

Unicharm Corporation (8113) Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending December 31, 2018

This notice has been translated from the original Japanese text of the timely disclosure statement dated August 6, 2018 and is for reference purposes only. In the event of any discrepancy between the original Japanese and this translation, the Japanese text shall prevail.

CAUTIONS REGARDING FORWARD-LOOKING STATEMENTS

This document contains forward-looking statements, such as Unicharm Corporation's current plans, strategies, and future performance. These forward-looking statements are based on judgments obtained from currently available information. Please be advised that, for a variety of reasons, actual results may differ materially from those discussed in the forward-looking statements. Events that might affect actual results include, but are not limited to, economic circumstances in which Unicharm Corporation operates, competitive pressures, relevant regulations, changes in product development, and fluctuations in currency exchange rates.

**Consolidated Financial Results for the Second Quarter
of the Fiscal Year Ending December 31, 2018 (January 1, 2018 through June 30, 2018);
Flash Report [IFRS]**



August 6, 2018

Listed Company Name: **Unicharm Corporation**
 Listing: **First Section, Tokyo Stock Exchange**
 Code Number: **8113**
 URL: **<http://www.unicharm.co.jp/>**
 Company Representative: **Takahisa Takahara, President and Chief Executive Officer**
 Contact Person: **Atsushi Iwata, Senior Executive Officer, General Manager of Accounting Control and Finance Division**
 Telephone Number: **+81-3-3451-5111**
 Planned Filing Date of Quarterly Securities Report: **August 8, 2018**
 Planned Commencement Date of Dividend Payments: **September 3, 2018**
 Preparation of Any Additional Explanatory Documents for Quarterly Financial Results: **Yes**
 Holding of Any Briefing Session for Quarterly Financial Results: **Yes**
(Securities Analysts, Institutional Investors)

(Amounts are rounded to the nearest million yen)

**1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending December 31, 2018
(January 1, 2018 through June 30, 2018)**

(1) Consolidated financial results (2Q cumulative)

(Figures in percentage represent increases or decreases from the same period last year)

	Net Sales		Core Operating Income		Profit Before Tax		Profit for the Period		Profit Attributable to Owners of Parent		Total Comprehensive Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
2Q of Fiscal Year Ending December 31, 2018	325,685	7.8	47,269	21.4	45,418	18.2	32,956	19.3	30,001	19.1	18,810	(28.5)
2Q of Fiscal Year Ended December 31, 2017	301,980	1.5	38,941	6.6	38,429	24.7	27,623	27.3	25,198	28.0	26,302	—

(Note) Core operating income is calculated by deducting selling, general and administrative expenses from gross profit.

	Basic Earnings Per Share	Diluted Earnings Per Share
	Yen	Yen
2Q of Fiscal Year Ending December 31, 2018	51.10	49.59
2Q of Fiscal Year Ended December 31, 2017	42.80	41.48

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(2) Consolidated financial position

	Total Assets	Total Equity	Equity Attributable to Owners of Parent	Ratio of Equity Attributable to Owners of Parent
	Millions of Yen	Millions of Yen	Millions of Yen	%
As of June 30, 2018	739,448	484,947	424,976	57.5
As of December 31, 2017	736,644	453,029	387,567	52.6

2. Cash Dividends

	Annual Dividends				
	1st Q-End	2nd Q-End	3rd Q-End	Year-End	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year Ended December 31, 2017	—	9.00	—	11.00	20.00
Fiscal Year Ending December 31, 2018	—	12.00			
Fiscal Year Ending December 31, 2018 (projection)			—	12.00	24.00

(Note) Changes in dividend projections recently disclosed: None

**3. Projected Consolidated Financial Results for the Fiscal Year Ending December 31, 2018
(January 1, 2018 through December 31, 2018)**

(Figures in percentage represent increases or decreases from the previous fiscal year)

	Net Sales		Core Operating Income		Profit Before Tax		Profit Attributable to Owners of Parent		Basic Earnings Per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Full Year	687,000	7.1	94,000	8.2	93,000	0.1	59,000	11.8	99.14

(Note) Changes in results projections recently disclosed: None

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*** Notes**

(1) Changes in major subsidiaries during the period (or any change of specified subsidiaries accompanying a change in the scope of consolidation): None

(2) Changes in accounting policies or estimates

- (i) Changes in accounting policies required by IFRS: Yes
- (ii) Changes in accounting policies other than item (i) above: None
- (iii) Changes in accounting estimates: None

(3) Number of issued and outstanding shares (common shares)

- (i) Number of issued and outstanding shares (including treasury shares):
 - As of June 30, 2018: 620,834,319 shares
 - As of December 31, 2017: 620,834,319 shares
- (ii) Number of treasury shares as of end of period:
 - As of June 30, 2018: 25,712,368 shares
 - As of December 31, 2017: 35,097,927 shares
- (iii) Average number of shares during the period (accumulated total):
 - 2Q of Fiscal Year Ending December 31, 2018: 587,077,176 shares
 - 2Q of Fiscal Year Ended December 31, 2017: 588,681,583 shares

* The quarterly financial results summary is not part of the quarterly review by certified public accountants or an audit corporation.

* Explanation regarding proper use of the projections of financial results and other notes

- (1) While the core operating income disclosed by the Company is not an indicator defined in IFRS, the Company voluntarily discloses this as it is believed to be a valuable benchmark for measuring the Company's recurring business performance.
- (2) Projections stated herein are based on the currently available information and the Company's assumptions that were judged to be valid as of the announcement date hereof, and are not intended to be a promise by the Company to achieve these projections. Therefore, actual results may differ for various factors.