

## **Differences in Actual Non-consolidated Results of ARRK Corporation between Current Fiscal Year and Previous Fiscal Year**

ARRK Corporation (Tokyo: 7873; Chairman of the Board & President: Tae Ho Kim; "ARRK"), a subsidiary of Mitsui Chemicals, Inc. ("the Company") has announced today the differences between its actual non-consolidated financial results for the Fiscal Years Ended March 31, 2018 and March 31, 2017, as further described below.

The differences will not have a material impact on the Company's consolidated results.

### **1. Differences in the Actual Non-consolidated Results**

Million yen	<b>Net Sales</b>	<b>Operating Income</b>	<b>Ordinary Income</b>	<b>Net Income</b>	<b>Net income per Share</b>
Previous Period Result (a) (Fiscal Year Ended March 31, 2017)	12,736	527	452	780	2.19 yen
Current Period Result (b) (Fiscal Year Ended March 31, 2018)	12,809	554	611	159	0.44 yen
Difference (b-a)	73	27	159	(621)	
Ratio (%)	0.6	5.1	35.2	(79.6)	

### **2. Reason for the Differences**

Ordinary income for the current period was 611 million yen, an increase of 159 million yen year on year. This was mainly due to the effect of changes in foreign exchange rates on non-operating income and expenses. In the current period, ARRK recorded foreign exchange gains of 84 million yen as a result of weakening yen, while exchange losses of 153 million yen were recorded due to stronger yen against Euro and British Pound in the previous period.

On the other hand, net income was 159 million yen, a decline of 621 million yen year on year. This was mainly because as for extraordinary income and losses, ARRK recorded a loss on valuation of shares of subsidiaries and associates of 287 million yen in the current period due to worsening of business environment for oversea subsidiaries, whereas a gain on sales of investment securities of 350 million yen was recorded in the previous period.