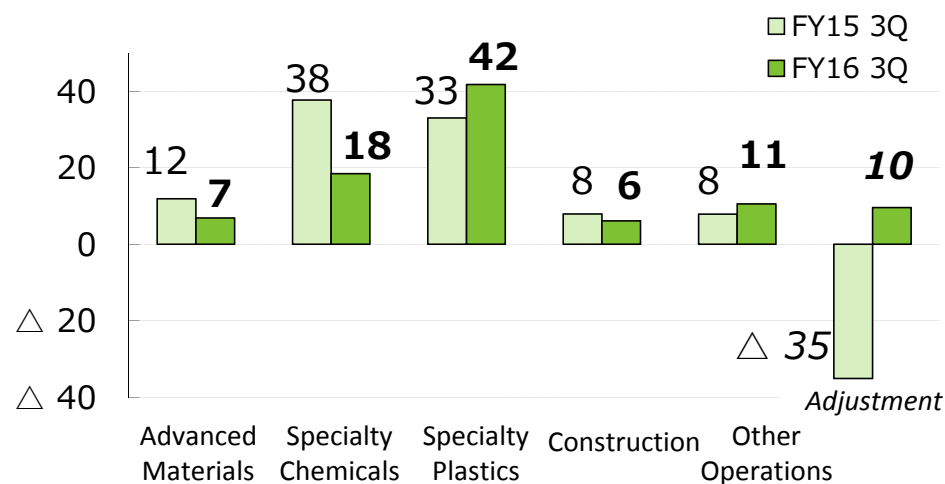
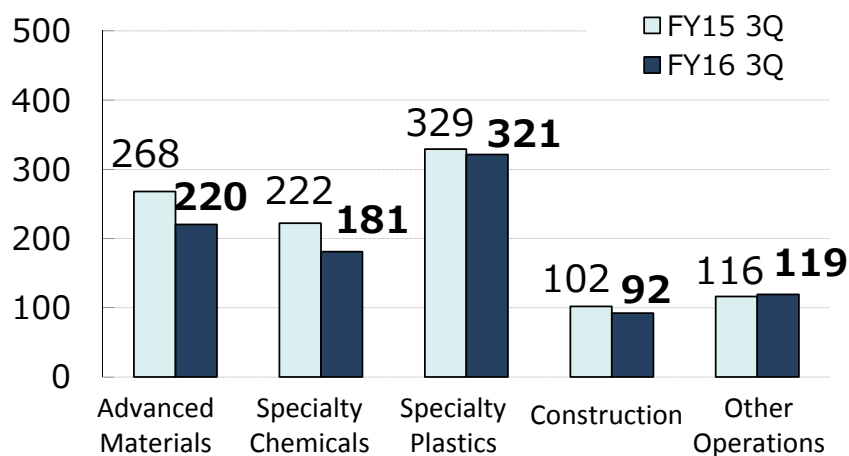


FY2016 3Q Highlights

(in 100 million yen)

	FY2015 3Q	FY2016 3Q	Change	
Net sales	1,038	934	-10.0%	- Net sales down on lower volumes mainly in Advanced Materials and Specialty Chemicals
Operating income	63	93	47.5%	- Operating income improved due to the absence of restructuring cost accrued in prior-year period, despite a sharp decline in Specialty Chemicals
Income before income tax	62	91	48.5%	
Net income attributable to owners of Kureha	39	73	85.4%	- Net income partly benefitted by lower tax expenses



Note: In FY15 3Q results, the restructuring cost of ¥3.2 billion is included in 'adjustment.'

FY2016 3Q Highlights

2

KUREHA CORPORATION

(in 100 million yen)

FY2015 3Q	Advanced Materials	Specialty Chemicals	Specialty Plastics	Construction	Other Operations	Segment Total	Adjustment	Group Total
Net sales	268	222	329	102	116	1,038		1,038
Elimination							1	
Other income							5	
Other expenses	<i>Other expenses includes ¥3.2B restructuring cost</i>						41	
Operating income	12	38	33	8	8	98	-35	63
Financial income	<i>Financial includes ¥0.7B dividend received</i>						7	
Financial expenses	<i>Financial expenses includes ¥0.4B loss on currency transaction</i>						9	
Income before income tax								62
Net income attributable to Kureha								39

FY2016 3Q	Advanced Materials	Specialty Chemicals	Specialty Plastics	Construction	Other Operations	Segment Total	Adjustment	Group Total
Net sales	220	181	321	92	119	934		934
Elimination							0	
Other income	<i>Other income includes ¥1B subsidy income (deducting ¥6.9B loss on reduction of noncurrent assets from ¥7.8B subsidy income)</i>						12	
Other expenses							2	
Operating income	7	18	42	6	11	84	10	93
Financial income	<i>Financial income includes ¥0.5B dividend received</i>						5	
Financial expenses	<i>Financial expenses includes ¥0.2B loss on currency transaction</i>						7	
Income before income tax								91
Net income attributable to Kureha								73

Advanced Materials

(in 100 million yen)	FY2015 3Q	FY2016 3Q	Change
Sales			
Advanced plastics	167	138	-17%
Carbon products	41	32	-24%
Other	2	1	-44%
Non-consolidated sales total	210	171	-19%
Subsidiaries sales total	237	175	-26%
Adjustment	-179	-125	--
Kureha Group sales	268	220	-18%
Kureha Group operating income	12	7	-42%

- Advanced plastics declined on lower PGA volumes in oil & gas extraction market and stagnant PPS sales, more than offsetting growth of PVDF for lithium-ion battery applications
- Carbon fiber and materials operating loss narrowed on improved cost efficiency despite lower sales volumes

Specialty Chemicals

(in 100 million yen)	FY2015 3Q	FY2016 3Q	Change
Sales			
Agrochemicals	57	45	-21%
Pharmaceuticals	61	45	-26%
Industrial chemicals	72	63	-11%
Non-consolidated sales total	189	153	-19%
Subsidiaries sales total	58	50	-14%
Adjustment	-25	-22	--
Kureha Group sales	222	181	-19%
Kureha Group operating income	38	18	-51%

- Agrochemicals declined on lower volumes in fungicides
- Pharmaceuticals negatively affected by a decline in Kremezin (therapeutic medicine for chronic kidney failure) volume and the impact of National Drug Price Revision
- Industrial chemicals declined on weak volumes in both organic and inorganic chemicals

Specialty Plastics

(in 100 million yen)	FY2015 3Q	FY2016 3Q	Change
Sales			
Home products	146	156	7%
Packaging materials	62	55	-10%
Non-consolidated sales total	207	212	2%
Packaging materials overseas	97	82	-15%
Fiber products	27	28	1%
Other	54	51	-5%
Subsidiaries sales total	178	161	-10%
Adjustment	-57	-52	--
Kureha Group sales	329	321	-2%
Kureha Group operating income	33	42	26%

- Continued steady growth of Home Products driven by home-use wrap film 'NEW Krewrap'
- Packaging materials declined due to stagnated sales of heat-shrink film

Segment Performance

6

KUREHA CORPORATION

(in 100 million yen)	FY2015 3Q	FY2016 3Q	Change
Construction			
Sales			
Construction	161	143	-11%
Adjustment	-59	-51	--
Kureha Group sales	102	92	-9%
Kureha Group operating income	8	6	-22%

- Construction declined due to fewer public construction projects more than offsetting an increase in private sector

Other Operations			
Sales			
Environmental engineering	69	72	5%
Logistics	68	64	-6%
Hospital operations	27	27	2%
Other	13	13	2%
Subsidiaries sales total	176	177	0%
Adjustment	-60	-58	--
Kureha Group sales	116	119	3%
Kureha Group operating income	8	11	34%

Other Operations:

- Steady growth of environmental engineering business
- Logistics operating income improved on cost reduction despite slower sales
- Hospital operations turned profitable with improved sales and cost efficiency

Balance Sheet

7

KUREHA CORPORATION

(in 100 million yen)

Assets	Mar. 31 2016	Dec. 31 2016	Change
Cash and cash equivalents	67	66	-1
Accounts and notes receivable-trade	309	291	-18
Inventories	331	353	22
Other current assets	22	31	9
Current assets total	729	741	12
Property, plant and equipment	1,250	1,170	-80
Intangible assets	17	15	-2
Investments and other assets	403	437	34
Noncurrent assets total	1,669	1,622	-47
Assets total	2,398	2,363	-35

Liabilities and Net Assets	Mar. 31 2016	Dec. 31 2016	Change
Accounts and notes payable-trade	198	201	3
Interest-bearing debt	812	724	-88
Reserves	58	43	-16
Other liabilities	135	128	-7
Liabilities total	1,204	1,096	-108
Capital stock	125	125	0
Capital surplus	94	94	0
Treasury stock	-45	-45	0
Retained earnings	957	1,014	57
Other equities	50	63	13
Minority interests	13	15	3
Net assets total	1,194	1,267	73
Liabilities and Net assets total	2,398	2,363	-35

KUREHA

FY2016 Full-Year Outlook

8

KUREHA CORPORATION

(in 100 million yen except per-share values)

	FY2015	FY2016e	Change
Net sales	1,408	1,300	-108 (-8%)
Operating income	74	90	16 (22%)
Income before income tax	66	85	19 (29%)
Net income attributable to owners of Kureha	49	65	16 (33%)
Dividend per share (yen)			
Interim	¥5.5	¥5.5	
End-year	¥5.5	¥55.0*	

- Sales likely to fall in all five segments, most sharply in Specialty Chemicals
- Operating income will improve YOY due to the absence of restructuring cost and steady growth of Specialty Plastics, more than offsetting sharp declines in Specialty Chemicals and Construction

* Based on a post-consolidation common share basis, effective October 1, 2016

Note:

Kureha revised its projection for FY2016 full-year sales and earnings in November 2016. While the 3Q earnings have exceeded this full-year projection, we will maintain the projection unchanged as we expect to record other expenses, including losses on retirement of noncurrent assets, in the 4Q period.

KUREHA

Key Indicators

9

KUREHA CORPORATION

Exchange rates		FY2015 1Q-3Q	FY2015 Full year	FY2016 1Q-3Q	FY2016 Full year*
JP¥/US\$	Term average	¥121.7	¥120.2	¥106.6	¥107.5
	Term end	¥120.6	¥112.7	¥116.5	¥110.0
JP¥/EUR€	Term average	¥134.4	¥132.6	¥118.0	¥118.5
	Term end	¥131.8	¥127.7	¥122.7	¥120.0
JP¥/CH¥	Term average	¥19.3	¥18.9	¥15.9	¥16.1
	Term end	¥18.4	¥17.4	¥16.8	¥16.5

*Assumption for the exchange rates during 4Q FY2016:

JP¥110/US\$
JP¥120/EUR€
JP¥16.5/CH¥

Depreciation, R&D expenses (in 100 million yen)	FY2015 1Q-3Q	FY2016 1Q-3Q
Depreciation	78	77
R&D expenses	34	34

KUREHA