

# Consolidated Statements of Comprehensive Income

Nippon Kayaku Co., Ltd. and Consolidated Subsidiaries  
 Years Ended May 31, 2011 and 2010

|                                                    | Millions of yen |                | Thousands of U.S. dollars<br>(Note 3) |
|----------------------------------------------------|-----------------|----------------|---------------------------------------|
|                                                    | 2011            | 2010           | 2011                                  |
| <b>Income before minority interests</b> .....      | <b>¥13,928</b>  | <b>¥10,283</b> | <b>\$172,205</b>                      |
| <b>Other comprehensive income:</b>                 |                 |                |                                       |
| Unrealized holding gain (loss) on securities.....  | <b>(321)</b>    | 411            | <b>(3,968)</b>                        |
| Translation adjustments.....                       | <b>(1,858)</b>  | (472)          | <b>(22,972)</b>                       |
| Share of other comprehensive income of             |                 |                |                                       |
| companies accounted for by the equity-method.....  | <b>(7)</b>      | 2              | <b>(86)</b>                           |
| <b>Total other comprehensive income</b> .....      | <b>(2,187)</b>  | (57)           | <b>(27,040)</b>                       |
| <b>Comprehensive income</b> .....                  | <b>¥11,741</b>  | <b>¥10,226</b> | <b>\$145,165</b>                      |
| <b>Total comprehensive income attributable to:</b> |                 |                |                                       |
| Shareholders of Nippon Kayaku Co., Ltd. ....       | <b>¥11,022</b>  | ¥ 9,954        | <b>\$136,275</b>                      |
| Minority interests .....                           | <b>¥ 718</b>    | ¥ 271          | <b>\$ 8,877</b>                       |

See accompanying notes to consolidated financial statements.