

Listed Company Name: **Chugai Mining Co., Ltd.**
 Stock Code Number: 1491
 Stock Exchange: Tokyo Stock Exchange (2nd Section)
 Website: www.chugaikogyo.co.jp
 Representative: Katsutoshi Haga, CEO and President
 For Inquiry: Isao Sakuraba, IR Center (Telephone: (03)3201-1541)

**Differences between Consolidated Business Performance Outlook and Actual Results
for the Second Quarter (Cumulative) of the Period Ending in March 2016**

The actual performance numbers announced today differed from the business performance outlook for the second quarter of the period ending in March 2016 (April 1, 2015 – September 30, 2015) announced on May 15, 2015, as follows.

1. Differences between Business Performance Outlook and Actual Results

Consolidated Cumulative Second Quarter of the Period Ending March 2016 (April 1, 2015 – September 30, 2015)

[unit value: million yen]

	Revenue	Operating Profit	Recurring Profit	Current Net Profit	Current Net Profit per Share
Previously Announced Outlook (A)	15,900	170	140	50	0.17 yen
Revised Outlook (B)	16,277	−148	−176	−278	−0.96 yen
Change in Value (B−A)	377	−318	−316	−328	----
Rate of Change (%)	2.4	----	----	----	----
Reference: Previous Year's Performance (Q2 of the Period Ending March 2015)	7,437	−232	−290	−300	1.04yen

2. Reason for the Differences

As for the business performance in the second quarter of the period ending in March 2016, despite steady performance of gold bullion price, posting of loss from inventory revaluation due to price fall in the platinum group metals and flagging sales of platinum bullion lead to 130 million yen decrease in profit. The capital investment tax reduction and investment promotion subsidies by the government lead to a high level of orders received for machine tools, however, due to underperformance of the volume of business in the secondhand machine tool market, our Machinery Business saw approximately 120 million yen decrease in profit. These factors lead to decrease in the operating profit, recurring profit, and quarterly net profit per share attributable to our parent company's stockholders from the forecasted values.

As the Company's business performance will significantly be affected by precious metals price trends, the Company has not revised business performance outlook for the period ending March 2016. These figures shall be published as soon as they are determined.

This is an English translation of the financial report created in Japanese.

Should there be any discrepancies between the Japanese original and the English translation, the Japanese original shall prevail.
