

February 3, 2004

Toray's FY 3/04 Third-quarter Consolidated Business Results

Tokyo, February 3, 2004. - Toray Industries today announced its unaudited business results for the 9-months ended December 31, 2003, and for the third quarter of the year ending March 31, 2004.

1. Third-quarter Consolidated Business Results (Oct. 1, 2003 to Dec. 31, 2003)

(Millions of Yen)

	Sales	Operating Income	Ordinary Income
FY3/04 third-quarter	256,974 (+6.6%)	11,442 (+128.2%)	10,738 (+243.3%)
FY3/03 third-quarter	241,096	5,015	3,128

Notes: 1. Yen amounts are rounded to the nearest million.

2. Percentages show change from the same period of the previous year.

During this third-quarter, the domestic consumer spending remained poor and appreciation of the Yen has developed, but there are the signs that Japanese economy may soon hit bottom judging from increases in capital investments and exports. The state of the overseas economy, centering on Southeast Asia and China, was generally favorable. Under these circumstances, Toray has continued to go ahead with corporate reform and revision of its business structure in line with "The Project New Toray 21" management reform program that was introduced in April 2002. At the same time, the company is aggressively promoting businesses through expansion of advanced materials, implementation of the "New Value Creator" strategy of developing new materials, products and marketing network, and increased earnings in overseas operations. As a result, following the first-half sales for FY3/04, third-quarter sales and profits were both ahead of target and higher year-on-year.

2. 9-months Consolidated Business Results (Apr. 1, 2003 to Dec. 31, 2003)

(Millions of Yen)

	Sales	Operating income	Ordinary income
FY3/04 9-months	791,320 (+7.0%)	36,175 (+104.8%)	33,710 (+206.3%)
FY3/03 9-months	739,628	17,666	11,004

Notes: 1. Yen amounts are rounded to the nearest million.

2. Percentages show change from the same period of the previous year.

3. Forecast for the Fiscal Year ending March 31, 2004 (Apr. 1, 2003 to Mar. 31, 2004)

(1) Consolidated (Millions of Yen)

	Sales	Operating income	Ordinary income	Net income
Previous forecast(A) (Announced Nov. 7, 2003)	1,080,000	54,000	50,000	19,000
Revised forecast(B)	1,080,000	56,000	51,000	20,000
Difference (B-A)	--	+2,000	+1,000	+1,000
Change	(--)	(+3.7%)	(+2.0%)	(+5.3%)
FY3/03 results (C)	1,032,991	33,043	23,746	5,790
Difference (B-C)	+47,009	+22,957	+27,254	+14,210
Change	(+4.6%)	(+69.5%)	(+114.8%)	(+245.4%)

Reference: Forecast EPS (FY3/04): 14.27 yen

(2) Parent (Millions of Yen)

	Sales	Operating income	Ordinary income	Net income
Previous forecast (A) (Announced Nov. 7, 2003)	450,000	22,000	28,000	15,000
Revised forecast (B)	450,000	24,000	30,000	16,000
Difference (B-A)	--	+2,000	+2,000	+1,000
Change	(--)	(+9.1%)	(+7.1%)	(+6.7%)
FY3/03 results (C)	442,586	9,674	10,396	3,121
Difference (B-C)	+7,414	+14,326	+19,604	+12,879
Change	(+1.7%)	(+148.1%)	(+188.6%)	(+412.7%)

Reference: Forecast EPS (FY3/04): 11.42 yen

Following the better than anticipated results of the Project New Toray 21, the company has revised up its consolidated and parent forecasts for the first-half of FY3/04.

Note: These forecasts are based on assumptions of the future economic environment using data available at the time of disclosure. Actual earnings may differ from these forecasts due to a range of factors.