

February 6, 2009

**Announcement of Business Results
For the Third Quarter
(October – December, 2008)
of Fiscal Year Ending March 2009**

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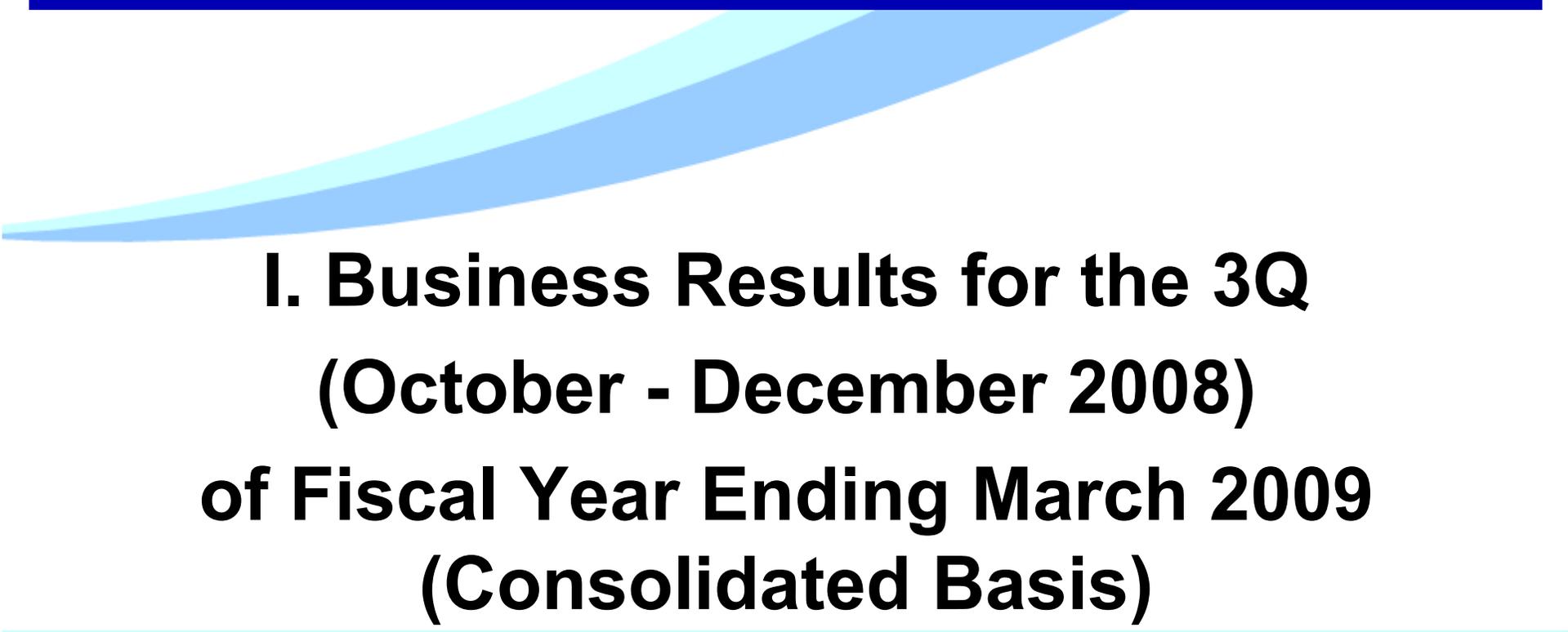
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**I. Business Results for the 3Q
(October - December 2008)
of Fiscal Year Ending March 2009
(Consolidated Basis)**

Summary of Business Results for the 3Q of FY March 2009

Unit : Billion yen

Unit : Billion yen

	3Q FY Mar/08 (Oct.-Dec.)	3Q FY Mar/09 (Oct.-Dec.)	Changes		End of Sep/08	End of Dec/08	Changes	End of Mar/08 <FYR>
Net Sales	405.1	368.1	- 37.1 (-9.1%)	Total Assets	1,690.2	1,642.1	-48.1	1,698.2
Cost of Sales	327.4	299.4	- 28.0 (-8.6%)	Total Liabilities	1,075.3	1,074.3	-1.0	1,056.1
Gross Profit	77.7	68.7	- 9.0 (-11.6%)	Net Assets	614.8	567.7	-47.1	642.2
(Gross Profit to Net Sales)	19.2%	18.7%	- 0.5 points	Interest-bearing Debts*	650.0	684.0	+34.0	591.2
Operating Income	19.3	12.8	- 6.5 (-33.5%)	* End of Sep/08 and End of Dec/08 figures include lease obligation				
(Operating Income to Net Sales)	4.8%	3.5%	- 1.3 points	Exchange Rate <Yen/US\$> FY Mar/08 → FY Mar/09 (Oct.-Dec.) (Oct.-Dec.) Average: 113.2 → 96.3 End of the term: 114.2 → 91.0 <Yen/Euro> FY Mar/08 → FY Mar/09 (Oct.-Dec.) (Oct.-Dec.) Average: 163.9 → 126.7 End of the term: 166.7 → 128.0 Oil Price <US\$/B> (DUBAI FOB) FY Mar/08 → FY Mar/09 (Oct.-Dec.) (Oct.-Dec.) Average: 83.2 → 52.6				
Non-operating Income and Expenses, net	▲ 2.0	▲ 6.7	- 4.7					
Ordinary Income	17.3	6.1	- 11.1 (-64.4%)					
Special Credits and Charges, net	▲ 1.4	▲ 13.5	- 12.1					
Income before Income Taxes	15.9	▲ 7.3	- 23.2 (-)					
Net Income	9.0	▲ 5.1	- 14.1 (-)					

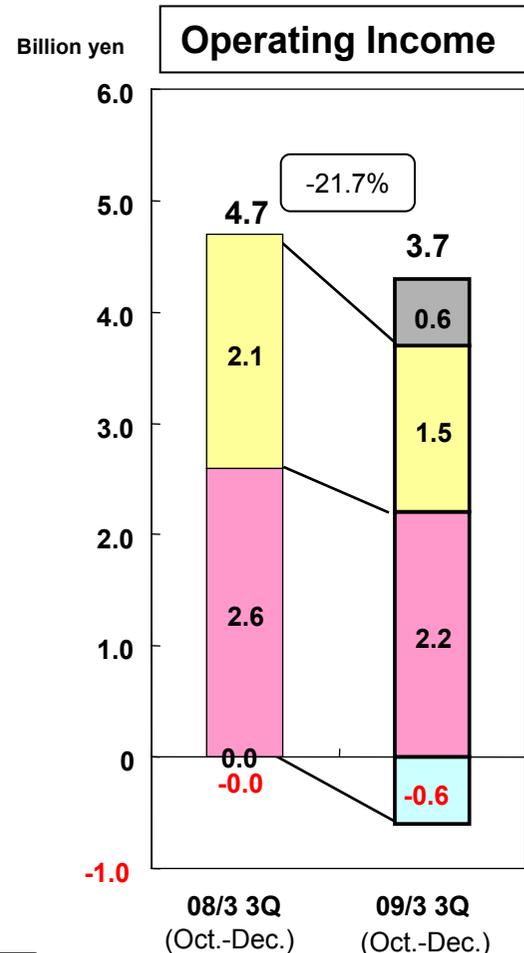
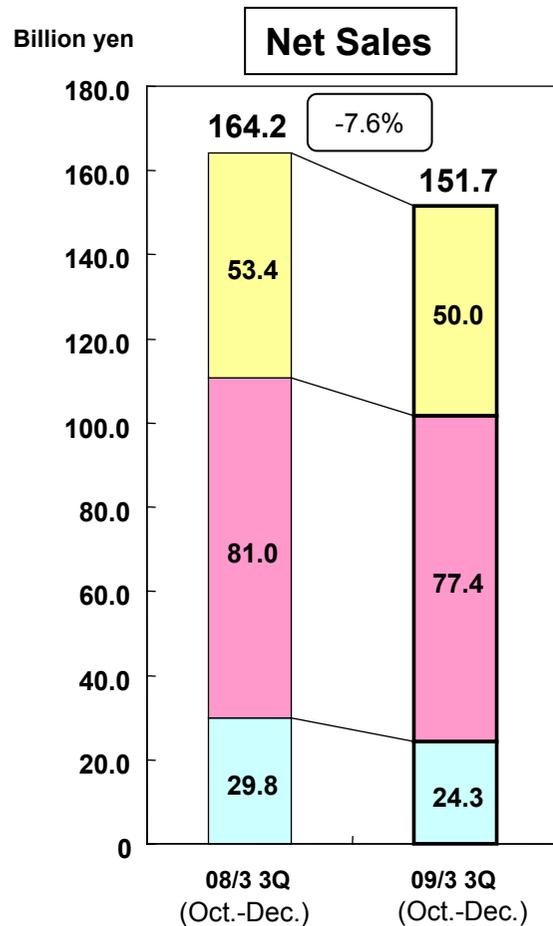
*Consolidated business results are the sums of Oct.–Dec. business results in companies whose FY ends on March 31, and Jul.–Sep. business results in companies whose FY ends on December 31.

Results by Business Segment

Unit : Billion yen

	Net Sales			Operating Income		
	3Q FY Mar/08 (Oct.-Dec.)	3Q FY Mar/09 (Oct.-Dec.)	Changes	3Q FY Mar/08 (Oct.-Dec.)	3Q FY Mar/09 (Oct.-Dec.)	Changes
Fibers & Textiles	164.2	151.7	-12.5 (-7.6%)	4.7	3.7	-1.0 (-21.7%)
Plastics & Chemicals	103.0	96.8	-6.1 (-5.9%)	4.5	2.6	-2.0 (-43.7%)
IT-related Products	68.4	56.3	-12.1 (-17.7%)	4.2	3.2	-1.1 (-24.8%)
Carbon Fiber Composite Materials	21.1	16.9	-4.2 (-19.9%)	4.4	3.1	-1.3 (-29.9%)
Environment & Engineering	33.4	30.4	-3.0 (-9.1%)	1.7	0.1	-1.6 (-91.6%)
Life Science & Other Businesses	15.0	16.0	+1.0 (+6.4%)	0.5	0.2	-0.3 (-66.7%)
(Pharmaceuticals and Medical Products)	11.0	11.9	+0.8 (+7.7%)	▲ 0.2	▲ 0.4	-0.2 (-)
Total	405.1	368.1	-37.1 (-9.1%)	20.1	12.8	-7.3 (-36.2%)
Elimination & Corporate				▲ 0.8	0.0	+0.8
Consolidated	405.1	368.1	-37.1 (-9.1%)	19.3	12.8	-6.5 (-33.5%)

Results by Business Segment (Fibers & Textiles)



■ Overseas Subsidiaries
■ Japanese Subsidiaries
■ Toray

■ Adjustment
■ Overseas Subsidiaries
■ Japanese Subsidiaries
■ Toray

<Major Subsidiaries >

Japan : Toray International Inc., Ichimura Sangyo, Co., Ltd., Chori Co., Ltd., etc.
 Asia : PENFABRIC (Malaysia), LUCKYTEX (Thailand), ITS (Indonesia), TFNL (China), etc.
 Europe & US : ALCANTARA (Italy), etc.

Comments

Toray: Sales/Income decreased

Demand for apparel applications kept weakening affected by economic slowdown. In industrial applications, demand plunged especially in the automobile sector. Despite efforts to transfer cost increase of raw materials and fuel prices on to selling prices, the drastic drop in sales volume had a significant impact on income decrease.

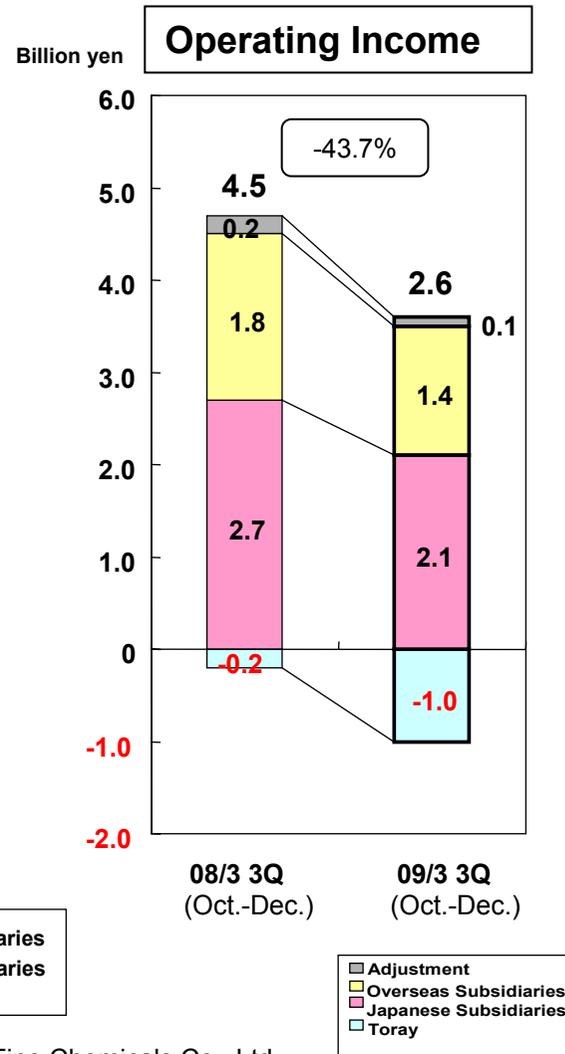
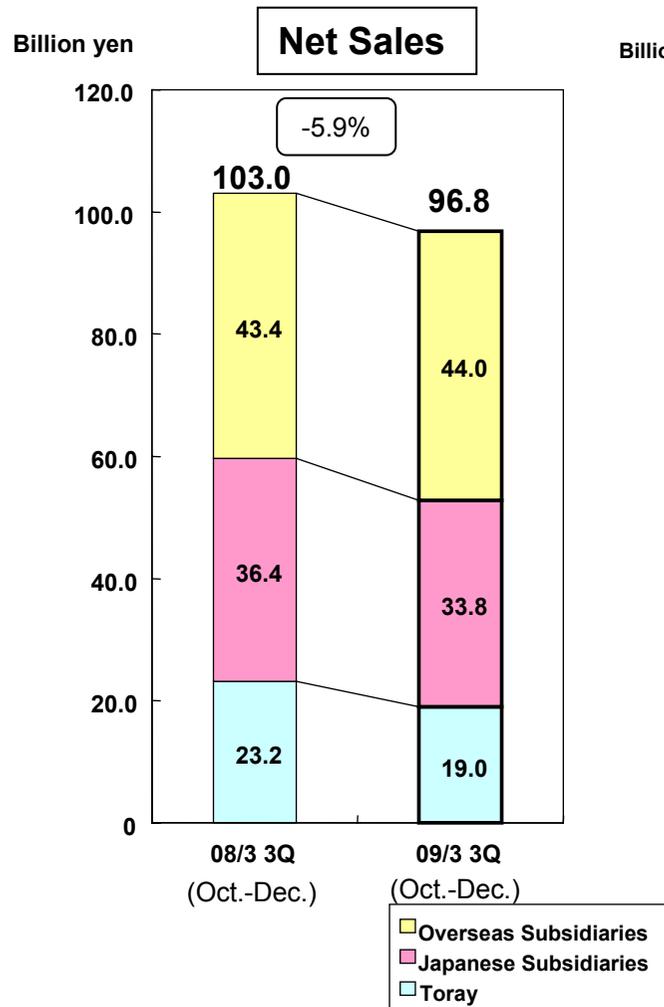
Japanese Subsidiaries: Sales/Income decreased

Sales of garments for a major SPA expanded at a trading subsidiary, however, overall business was affected by sluggish Japanese and overseas demand.

Overseas Subsidiaries: Sales/Income decreased

A Korean subsidiary performed strongly mainly through the improvement in profitability of exports reflecting the weak local currency. Meanwhile, Chinese subsidiaries were impacted by intensified competition in the Chinese domestic market and the weakening of exports to the US.

Results by Business Segment (Plastics & Chemicals)



<Major Subsidiaries>

Japan : Toray Advanced Film Co., Ltd., Toray Fine Chemicals Co., Ltd., Soda Aromatic Co., Ltd., Chori Co., Ltd., etc.

Overseas : TPA (US), TPM (Malaysia), TPEu (France), TSI (Korea), etc.

Comments

Toray: Sales/Income decreased

Plastic resins business: sales volume of nearly all applications declined including automobiles and electric /electronic appliances which were previously steady until the first two quarters.

Films business: while sales for solar cells applications expanded, total sales volume declined especially in general industrial applications.

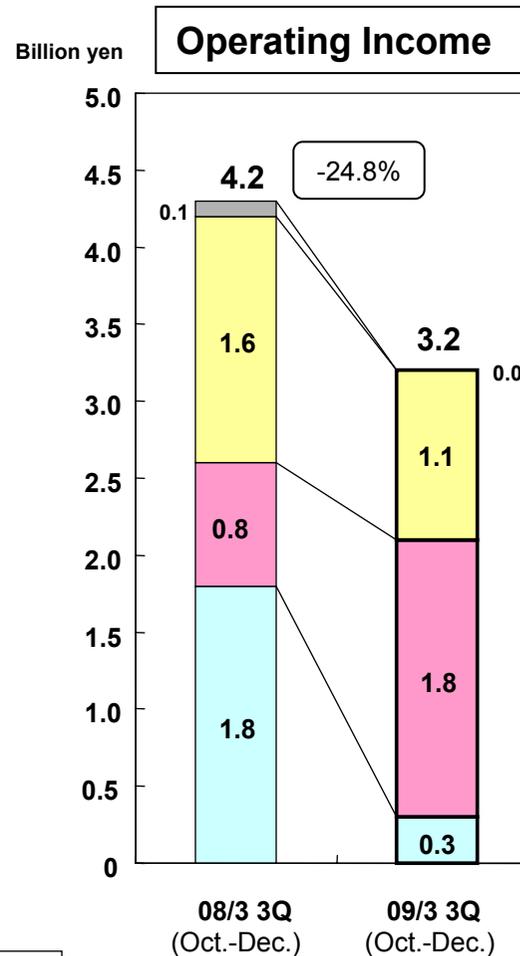
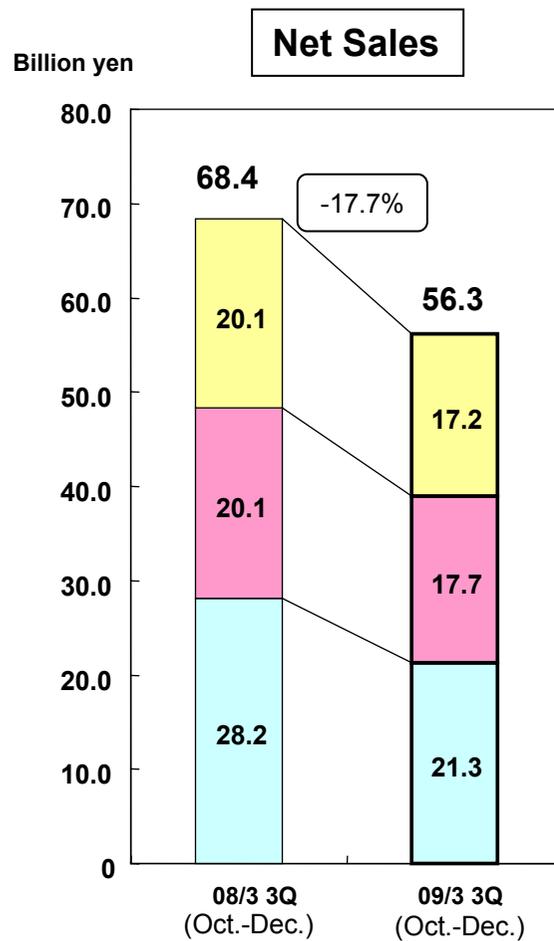
Japanese Subsidiaries: Sales/Income decreased

Fine chemicals-related subsidiaries saw demand decrease in construction and automobile applications, and were affected by the strong yen, etc.

Overseas Subsidiaries: Sales increased/Income decreased

A Malaysian films subsidiary made advancements in price transfer and a US films subsidiary expanded sales of high value-added products. However, impact of drastic sales decline at a Malaysian plastic resins subsidiary was significant reflecting the global economic slowdown, etc.

Results by Business Segment (IT-related Products)



■ Overseas Subsidiaries
■ Japanese Subsidiaries
■ Toray

■ Adjustment
■ Overseas Subsidiaries
■ Japanese Subsidiaries
■ Toray

<Major Subsidiaries>

Japan : Toray Engineering Co., Ltd., Toray Advanced Film Co., Ltd., etc.
 Overseas : TPA (US), TPEu (France), TSI (Korea), STEMCO (Korea), etc.

Comments

Toray: Sales/Income decreased

Reflecting the impact of production adjustment of LCD panels, electronic components, and semiconductor memory, products mainly for such applications decreased in sales volume.

Japanese Subsidiaries: Sales decreased/Income increased

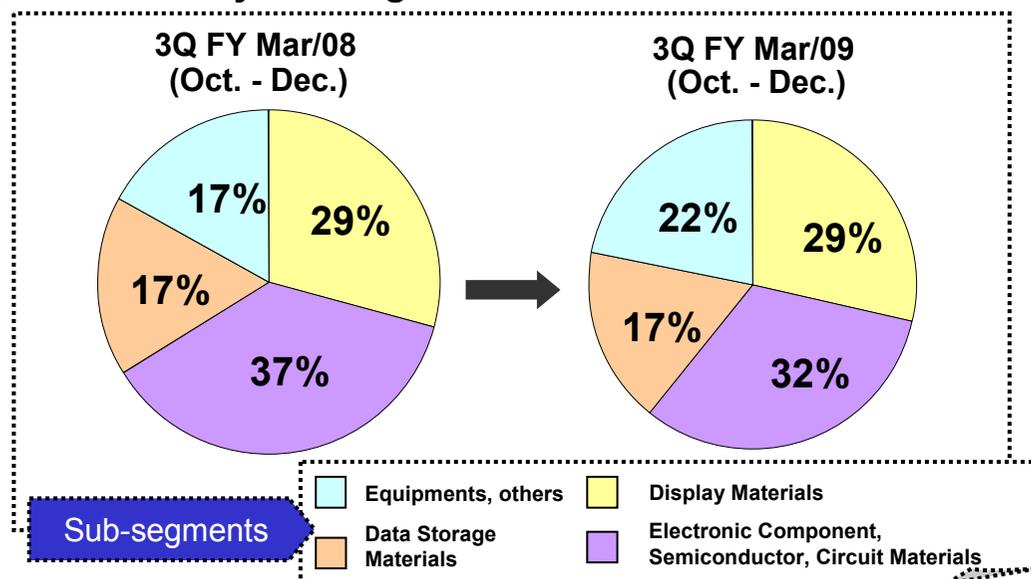
Transaction volume declined at trading subsidiaries and production adjustment of LCD panels caused a decrease in sales volume at a film processing subsidiary. Meanwhile, steady performance of LCD-related manufacturing equipment at an IT-related machinery subsidiary contributed to the increase in income.

Overseas Subsidiaries: Sales/Income decreased

Korean films and circuit materials-related subsidiaries were impacted by price decline reflecting the intensified market competition, etc.

Details of the Sales of IT-related Products Segment

【Sales ratio by sub-segment】



【Sales trends by sub-segment】

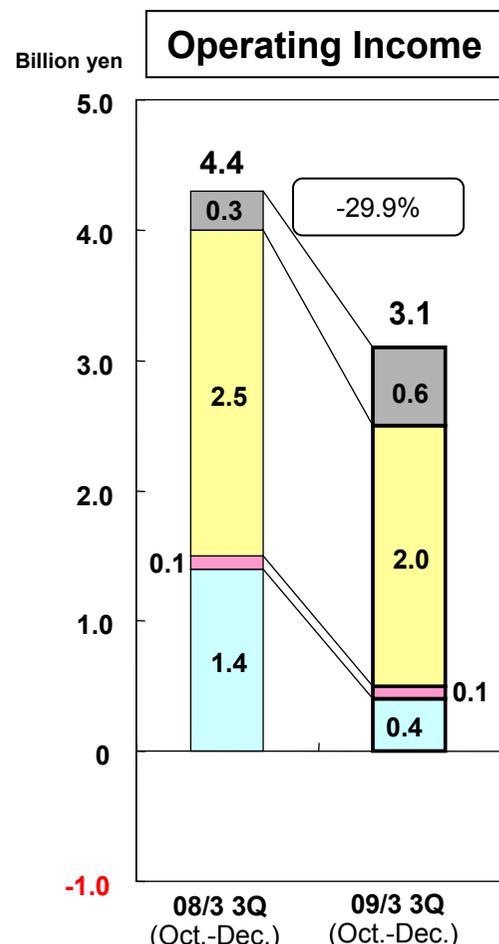
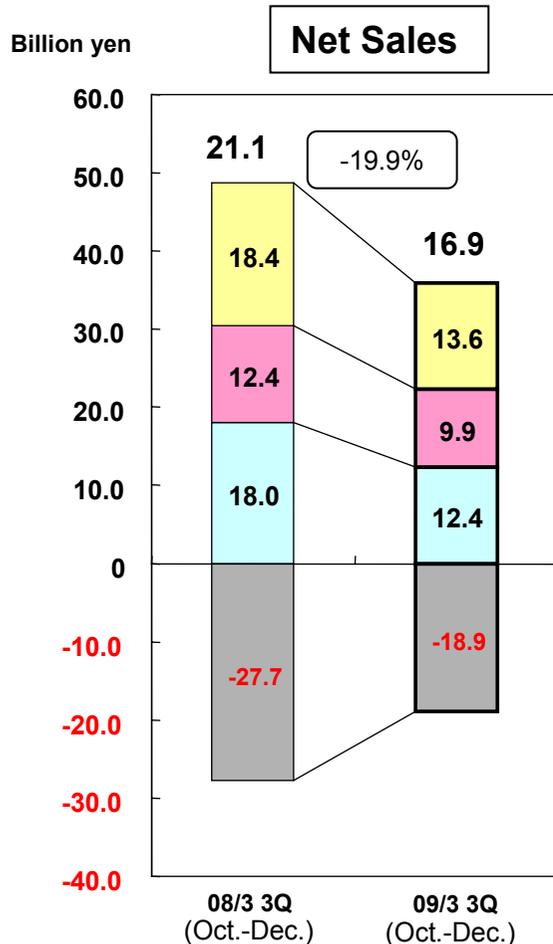
(Unit : Billion yen)

Sub-segment	3Q FY Mar/08 (Oct.-Dec.)	3Q FY Mar/09 (Oct.-Dec.)	Changes
Display Materials	19.9	16.1	-19%
Electronic Component, Semiconductor, Circuit Materials	25.3	18.1	-29%
Data Storage Materials	11.6	9.8	-16%
Equipments, others	11.6	12.3	+6%
Total of IT-related Products Segment	68.4	56.3	-18%

Sub-segments	Products
Display Materials	Optical films, processed optical films, PDP paste materials, color filters, paste materials for color filters, chemicals materials, OLED materials, etc.
Electronic Component, Semiconductor, Circuit Materials	Films for electronic components / circuit materials, FPC copper clad laminated films, adhesive tapes for TAB, adhesive sheets for semiconductors / electronic components, semiconductor coating materials, CMP pads, two-layer copper clad laminated films, TAB tapes, COF tapes, plastics, plastics products, etc.
Data Storage Materials	Magnetic materials, TTR (Thermal Transfer Ribbon), films for graphic art base, graphic materials, etc.
Equipments, others	Slit coaters for LCD, die bonding equipment, inspection equipment, equipment / components for PDP, trading companies, IT support services, services, others

Results by Business Segment (Carbon Fiber Composite Materials)

As the segment highly conducts global operation with Japanese, Europe, and US facilities, internal sales figures are shown in adjustment line to describe the true state of the business.



Overseas Subsidiaries
Japanese Subsidiaries
Toray

Adjustment
Overseas Subsidiaries
Japanese Subsidiaries
Toray

<Major Subsidiaries>

Japan : Toray International, Inc.

Overseas : SOFICAR (France), CFA (US), TCA (US)

Comments

Toray: Sales/Income decreased

Industrial applications saw a slowdown in demand growth reflecting demand decline in automobile and PC chassis applications. Sports applications were also weak and aircraft applications were impacted by Boeing's delay in purchasing our products. Export profits declined due to effects of strong yen, etc.

Japanese Subsidiaries: Sales/Income decreased

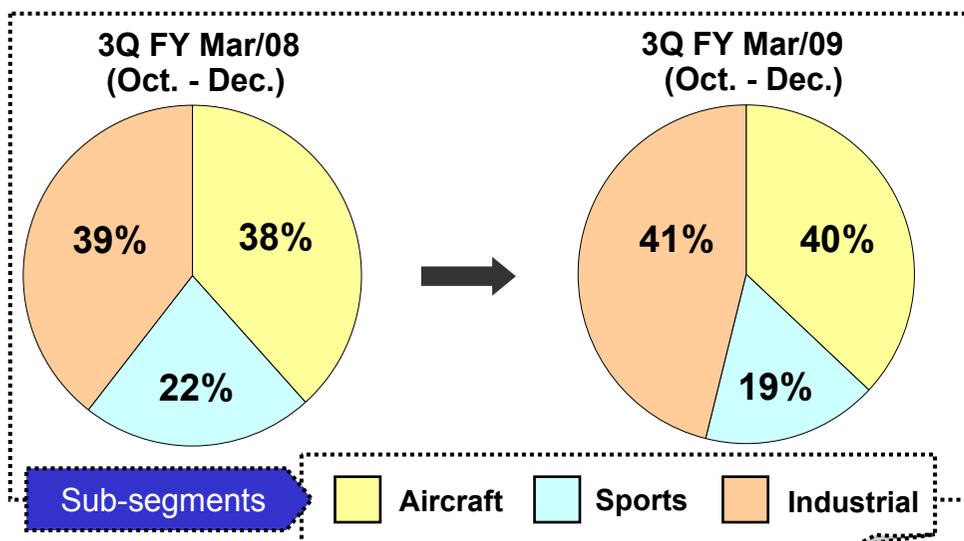
Affected by strong yen.

Overseas Subsidiaries: Sales/Income decreased

There was an impact of Boeing's delay in purchasing our products as well as cost increase effects due to the step rise in raw materials and fuel prices, etc.

Details of the Sales of Carbon Fiber Composite Materials Segment

【Sales ratio by sub-segment】



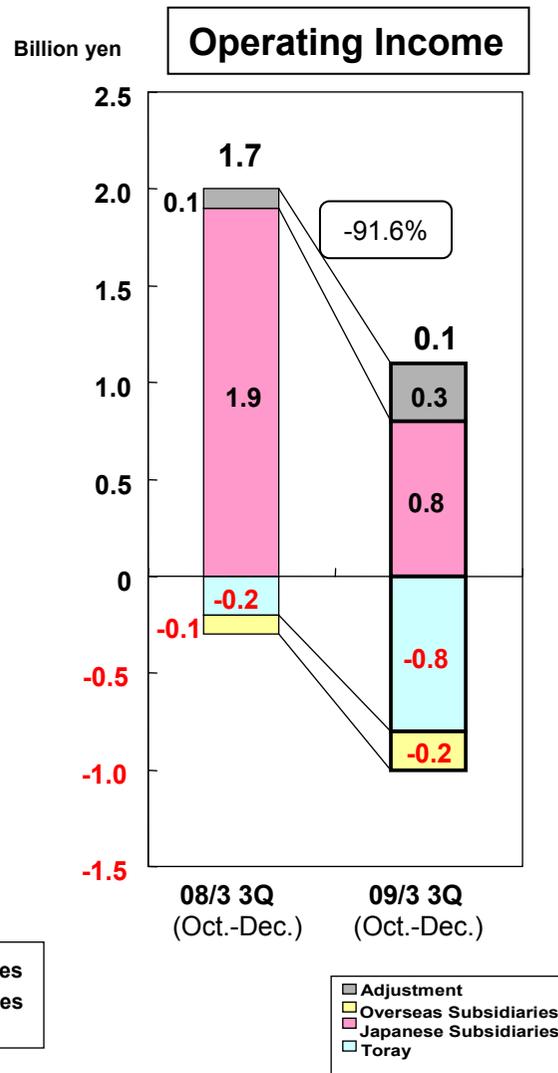
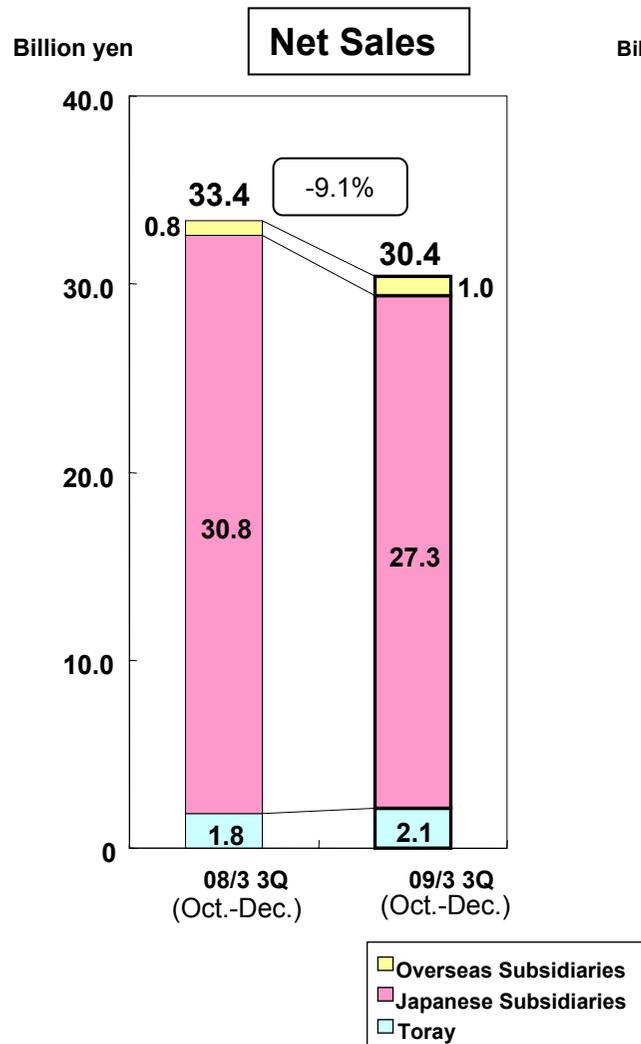
【Sales trends by sub-segment】

(Unit: Billion yen)

Sub-segment	3Q FY Mar/08 (Oct.-Dec.)	3Q FY Mar/09 (Oct.-Dec.)	Changes
Aircraft	8.1	6.8	-16%
Sports	4.7	3.2	-32%
Industrial	8.3	6.9	-16%
Total of Carbon Fiber Composite Materials Segment	21.1	16.9	-20%

Sub-segments	Applications
Aircraft	Commercial Aircraft Satellites, etc.
Sports	Golf Shafts Fishing Rods Bicycles Tennis Rackets, etc.
Industrial	Pressure Vessels / Tanks Automobiles Boats Windmills PC Chassis Civil Engineering / Construction-related applications Machine parts Elements of fuel cells, etc.

Results by Business Segment (Environment & Engineering)



Comments

Toray: Sales increased /Income decreased

Orders for MBRs expanded briskly especially in the Middle East. Japanese sales of home water purifiers also performed strongly. However, expenses increased accompanying business expansion and export profits declined due to the effect of the strong yen, etc.

Japanese Subsidiaries: Sales/Income decreased

An engineering-related subsidiary saw sales decline in industrial equipment reflecting the slow rate of capital investments. Completed projects were fewer at a water-treatment engineering subsidiary, and machinery exports decreased at trading subsidiaries, etc.

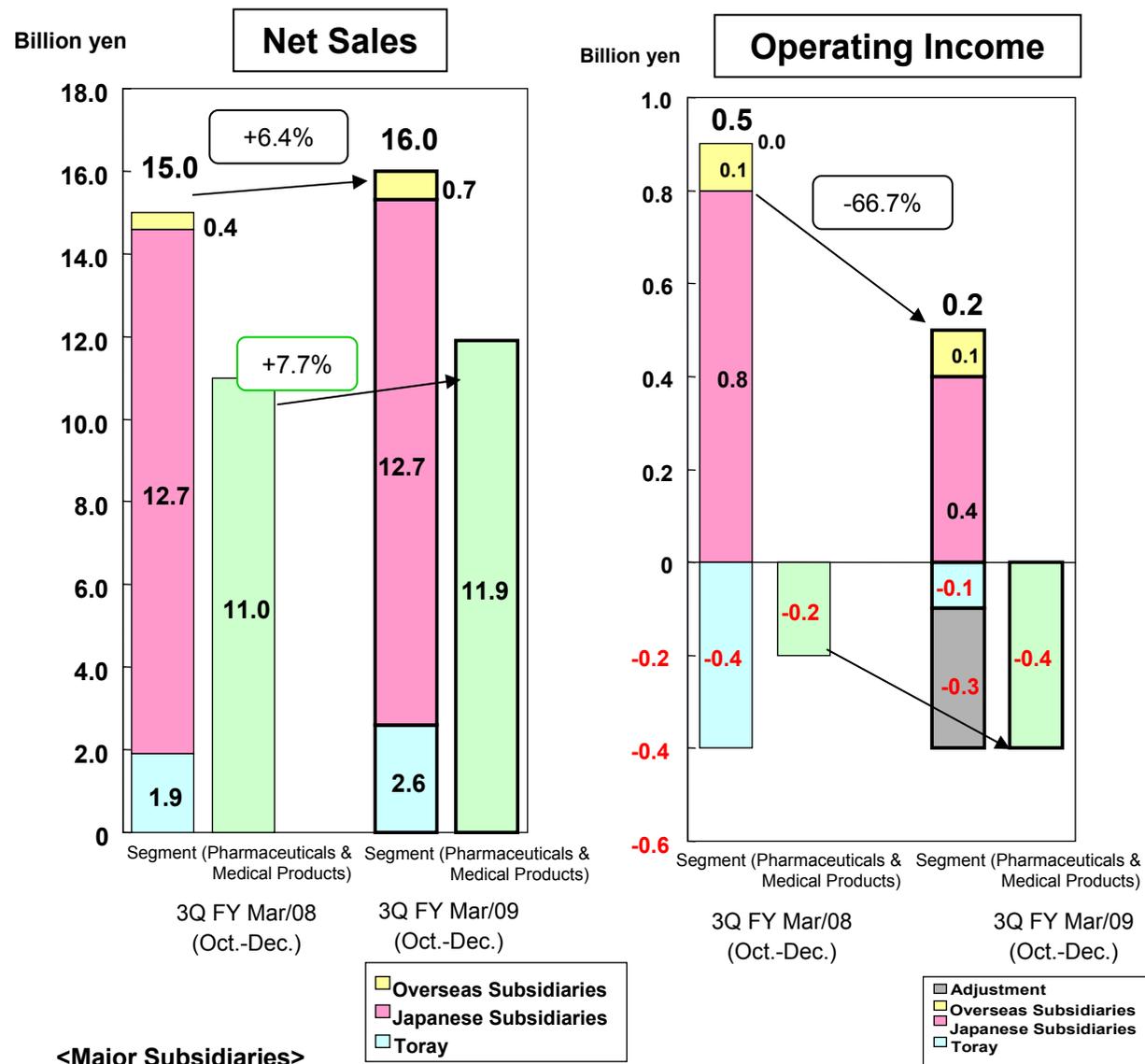
Overseas Subsidiaries: Sales increased/Income decreased

Sales grew at a US water treatment subsidiary while there were increased expenses stemming from prior investment for future business expansion, etc.

<Major Subsidiaries>

Japan : Toray Construction Co., Ltd., Toray Engineering Co., Ltd.,
Toray ACE Co., Ltd., Suido Kiko Kaisha, Ltd., etc.

Results by Business Segment (Life Science & Other Businesses)



<Major Subsidiaries>

Japan : Toray Medical Co., Ltd., Toray Research Center Inc., Toray Enterprise Corp., etc.

Comments

Pharmaceuticals and Medical Products: Sales Increased/Income decreased

Sales of artificial kidneys increased, however, there were impacts of price decline due to NHI drug price revision and reimbursement price reduction.

Others: Sales flat growth /Income decreased

Orders of analytical business decreased in the semiconductor area at an analytical service subsidiary.

Results for the Nine Months ended Dec. 31, 2008



Billion yen

	FY Mar/08 (Apr.-Dec.)	FY Mar/09 (Apr.-Dec.)	Changes
Net Sales	1,207.5	1,169.0	- 38.5 (-3.2%)
Cost of Sales	970.2	951.4	- 18.8 (-1.9%)
Gross Profit	237.3	217.6	- 19.7 (-8.3%)
(Gross Profit to Net Sales)	19.7%	18.6%	- 1.0 point
Operating Income	63.3	43.1	- 20.2 (-31.9%)
(Operating Income to Net Sales)	5.2%	3.7%	- 1.6 points
Non-operating Income and Expenses, net	▲ 4.2	▲ 9.5	- 5.3
Ordinary Income	59.2	33.6	- 25.5 (-43.1%)
Special Credits and Charges, net	▲ 4.4	▲ 18.2	- 13.8
Income before Income Taxes	54.8	15.4	- 39.3 (-71.8%)
Net Income	32.0	5.5	- 26.5 (-82.9%)

Exchange Rate

<Yen/US\$>

FY Mar/08 → FY Mar/09
(Apr.-Dec.) (Apr.-Dec.)

Average: 117.3 → 102.8

End of the term: 114.2 → 91.0

<Yen/Euro>

FY Mar/08 → FY Mar/09
(Apr.-Dec.) (Apr.-Dec.)

Average: 162.8 → 150.7

End of the term: 166.7 → 128.0

Oil Price

<US\$/B> (DUBAI FOB)

FY Mar/08 → FY Mar/09
(Apr.-Dec.) (Apr.-Dec.)

Average: 72.5 → 94.3

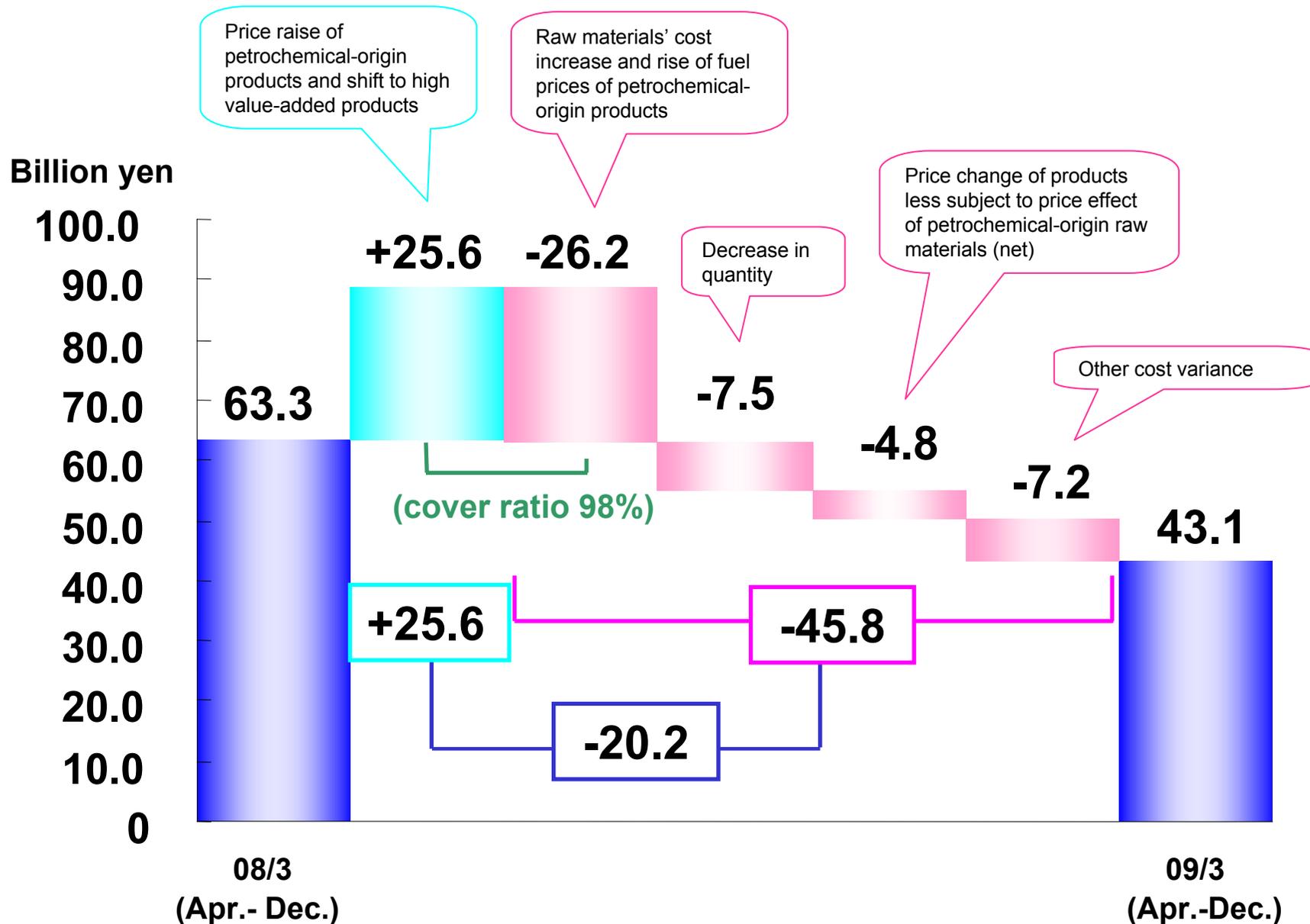
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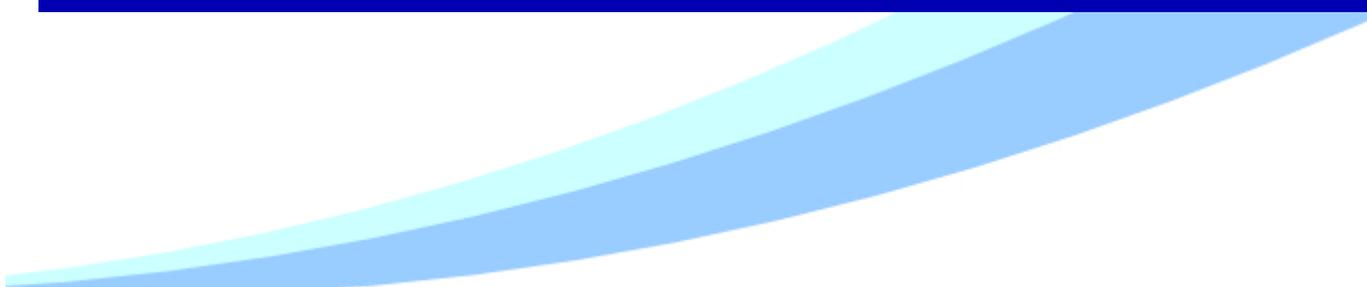
Results for the Nine Months ended Dec. 31, 2008 by Business Segment

Billion yen

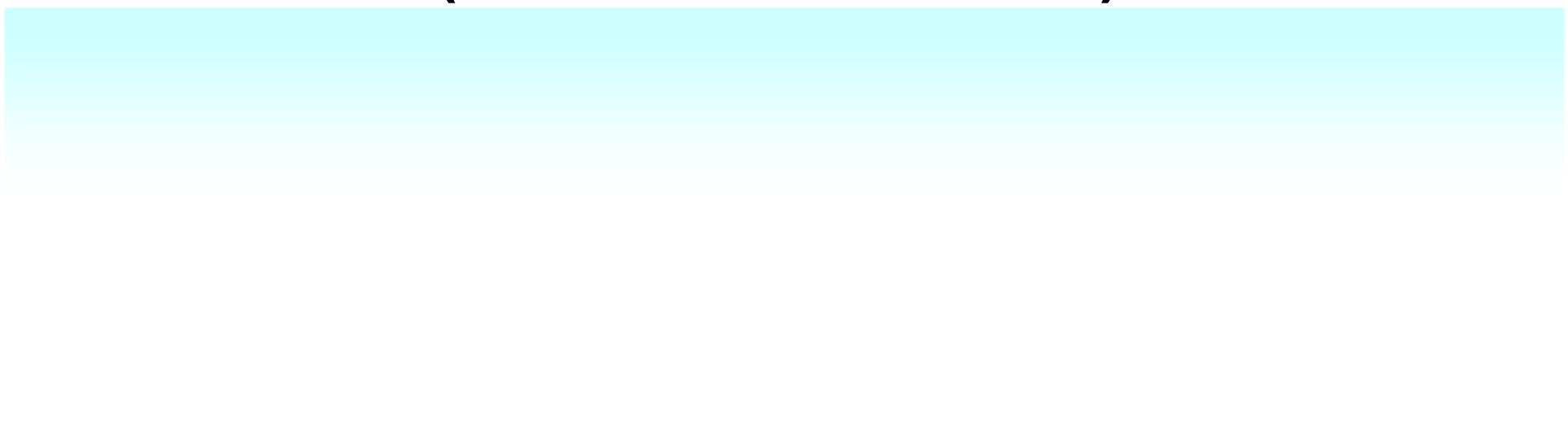
	Net Sales			Operating Income		
	FY Mar/08 (Apr.-Dec.)	FY Mar/09 (Apr.-Dec.)	Changes	FY Mar/08 (Apr.-Dec.)	FY Mar/09 (Apr.-Dec.)	Changes
Fibers & Textiles	485.1	452.2	-32.9 (-6.8%)	14.7	9.9	-4.8 (-32.6%)
Plastics & Chemicals	302.3	316.3	+13.9 (+4.6%)	13.5	10.8	-2.7 (-20.2%)
IT-related Products	207.2	187.4	-19.7 (-9.5%)	17.0	12.8	-4.2 (-24.8%)
Carbon Fiber Composite Materials	61.0	55.0	-6.0 (-9.8%)	12.6	8.7	-3.9 (-31.1%)
Environment & Engineering	104.5	110.8	+6.2 (+6.0%)	4.2	0.4	-3.8 (-90.9%)
Life Science & Other Businesses	47.3	47.2	-0.1 (-0.1%)	2.9	0.9	-2.0 (-68.7%)
(Pharmaceuticals and Medical Products)	33.4	34.0	+0.6 (+1.8%)	0.7	▲ 1.1	-1.7 (-)
Total	1,207.5	1,169.0	-38.5 (-3.2%)	64.9	43.4	-21.5 (-33.1%)
Elimination & Corporate				▲ 1.5	▲ 0.3	+1.3
Consolidated	1,207.5	1,169.0	-38.5 (-3.2%)	63.3	43.1	-20.2 (-31.9%)

Income Variance Factor Analysis (Nine Months)





II. Business Forecast for the Fiscal Year Ending March 2009 (Consolidated Basis)



Forecast Summary

Unit : Billion yen

		FY Mar/08	FY Mar/09 Previous Forecast	FY Mar/09 New Forecast	Year-on-year Changes	Difference from FY Mar/09 Previous Forecast
Net Sales	1st Half	802.3	800.9	800.9	-1.5 (-0.2%)	—
	2nd Half	847.3	899.1	699.1	-148.2 (-17.5%)	-200.0
	Total	1,649.7	1,700.0	1,500.0	-149.7 (-9.1%)	-200.0
Operating Income	1st Half	44.0	30.3	30.3	-13.7 (-31.2%)	—
	2nd Half	59.4	44.7	7.7	-51.7 (-87.0%)	-37.0
	Total	103.4	75.0	38.0	-65.4 (-63.3%)	-37.0
Ordinary Income	1st Half	41.9	27.5	27.5	-14.4 (-34.3%)	—
	2nd Half	49.6	42.5	▲ 6.5	-56.1 (-)	-49.0
	Total	91.5	70.0	21.0	-70.5 (-77.0%)	-49.0
Net Income	1st Half	23.0	10.5	10.5	-12.5 (-54.2%)	—
	2nd Half	25.1	19.5	▲ 26.5	-51.6 (-)	-46.0
	Total	48.1	30.0	▲ 16.0	-64.1 (-)	-46.0

Net Income per Share	1st Half	16.4 yen	7.5 yen	7.5 yen
	2nd Half	17.9 yen	13.9 yen	▲ 18.9 yen
	Total	34.3 yen	21.4 yen	▲ 1.4 yen
Dividend per Share	1st Half	5.0 yen	5.0 yen	5.0 yen
	2nd Half	5.0 yen	5.0 yen	2.5 yen
	Total	10.0 yen	10.0 yen	7.5 yen
Dividend Payout Ratio	1st Half	30.4%	66.4%	66.4%
	2nd Half	27.9%	35.9%	(-)
	Total	29.1%	46.7%	(-)

Remarks : Estimated exchange rate : 90 yen / US\$ (January ~)
Estimated oil price : 45 US\$/ B (DUBAI FOB) (January ~)

* Previous Forecast refers to the previous business announcement for the 2Q of FY Mar/09 on November 7, 2008.

Forecast by Business Segment

Billion yen

	Net Sales			Operating Income		
	FY Mar/08	FY Mar/09	Changes (%)	FY Mar/08	FY Mar/09	Changes (%)
Fibers & Textiles	637.3	570.0	-67.3 (-10.6%)	21.4	9.0	-12.4 (-57.8%)
Plastics & Chemicals	404.0	390.0	-14.0 (-3.5%)	20.7	5.0	-15.7 (-75.9%)
IT-related Products	283.7	240.0	-43.7 (-15.4%)	29.8	10.0	-19.8 (-66.4%)
Carbon Fiber Composite Materials	83.6	70.0	-13.6 (-16.2%)	18.1	10.0	-8.1 (-44.7%)
Environment & Engineering	173.2	165.0	-8.2 (-4.7%)	9.8	3.0	-6.8 (-69.2%)
Life Science & Other Businesses	67.8	65.0	-2.8 (-4.1%)	6.3	3.0	-3.3 (-52.4%)
(Pharmaceuticals and Medical Products)	48.4	46.0	-2.4 (-4.9%)	2.8	0.0	-2.8 (-)
Total	1,649.7	1,500.0	-149.7 (-9.1%)	106.0	40.0	-66.0 (-62.3%)
Elimination & Corporate				▲ 2.5	▲ 2.0	+0.5
Consolidated	1,649.7	1,500.0	-149.7 (-9.1%)	103.4	38.0	-65.4 (-63.3%)

Previous Forecast → Revised Forecast

Factor Analysis of Revision and Countermeasures

Operating Income: 75 Billion yen → 38 Billion yen (- 37 Billion yen)

Unit : Billion yen

Factors / Countermeasures	Effects	Comments
Sharp and significant decrease of sales volume by demand decline stemming from economic deterioration	 -50	①Global economy : economic slowdown phase Downward revision of real rate of global economic growth (IMF release, year-on-year) Nov/08 announcement → Jan/09 announcement 4Q '08 estimations 2.5% → 1.1% (- 1.4 points) '09 projections 2.2% → 0.5% (- 1.7 points) ②Japanese economy : significant decline in domestic and overseas demand (Indices of industrial production in Dec. -21%, export value in Dec. -35% [year-on-year]) ③Drastic decline in automobile production (Japanese automobile production in Dec. -24% [year-on-year]) ④Drastic shipment decline of LCD panels (Taiwanese shipment of large-size TFT-LCD in Dec. -47% [year-on-year])
Improvement of the product spread with the decline in raw materials and fuel prices, and maintaining the product prices	 +13	Expected oil price (October ~) : 75 US\$ / B → Oct.~ Dec. actual : 52.6 US\$ / B Jan.~ Mar. estimation : 45 US\$ / B
Reduction of expenses and costs, etc.	 +13	Reduce sales expenses, reduce cost through improvement of production efficiency, etc., hold down R&D expenses, hold down capital expenditure, etc.
Total	-37	

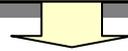
Profit variance :  over 50 billion yen  over 10 billion yen  less than 10 billion yen

* Up-pointing arrows describe favorable variance, down-pointing arrows describe unfavorable variance

Response to the Deterioration of the Business Environment

[Recognition of the business environment]

- Deepening of a world wide chain reaction of a credit crunch and deterioration of business conditions triggered by the financial market turmoil
- Currently in a drastic global economic downturn



Demand is declining rapidly in the real economy
Toray recognizes that the economy will take certain time to recover

[Key initiatives to overcome the economic crisis]

- ① Total cost reduction
- ② Profit maximization by securing demand
- ③ Cut-back of capital expenditures and bold prioritization of R&D themes
- ④ Cut-back of working capital by reducing inventories, etc.

Promotion of Group-wide Emergency Measures

Launched Group-wide Emergency Measures in response to the worsening business environment in August 2008
→ Accelerate initiatives in accordance with the severity of the situation

August 2008 ~

Group-wide Emergency Measures (1st Phase)

- ① Promote cost reduction
- ② Maintain and expand the product spread
- ③ Hold down capital expenditures and R&D expenses

December 2008 ~

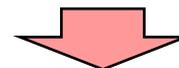
Group-wide Emergency Measures (2nd Phase)

- Strengthen Phase 1 initiatives +
- ④ Optimize inventory levels by reducing production

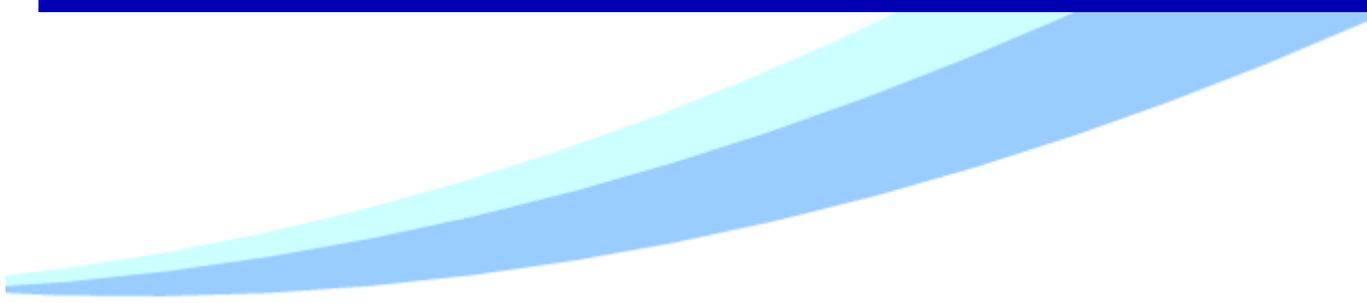
February 2009 ~

Group-wide Emergency Measures (3rd Phase)

- ① Reduce overall cost including zero executive bonus and reduction of fixed remuneration for executives by an average of 30%
- ② Maintain profits through securing demand
- ③ Reduce capital expenditures and prioritize boldly R&D themes
- ④ Reduce inventories by reducing production



On the assumption that the severe environment will continue through the coming fiscal year, Toray Group suspends the implementation of the IT-2010 numerical targets for the immediate future and is **currently establishing Group-wide programs** to overcome the economic crisis.



<Reference> Recent Topics



Establish a Water Treatment Joint Venture in China

- construct new facilities to produce RO membranes -

China National BlueStar (Group) Co., Ltd. and Toray agreed to establish a water treatment joint venture Toray Blue Star Membrane Co. Ltd. (temporary name, hereinafter referred to as "TBMC") in Beijing. The new company will be established in May 2009 with a capital of 35 million US dollars which will engage in manufacturing, sales and import and export of water treatment products. TBMC will invest about 7.5 billion yen for the new facilities for production of reverse osmosis (RO) membranes and assembly of membrane elements, which is scheduled to start operation in April 2010. The annual production capacity of RO membrane elements of Toray Group will increase by 1.5 times in 2010, when this new plant will start operation, compared with the current level.

China Blue Star

A subsidiary of ChemChina and a holding company which **has China's biggest water treatment engineering company**, industrial cleaning company and petrochemical company. **The company imports and exports water treatment membranes in China.**

Toray

The only membrane manufacturer in the world to produce self-developed all four types of membranes (RO, NF, UF, MF). Toray possesses comprehensive technologies of water treatment membranes to produce various quality of water from various water resources.

Utilize sales network in China

Adopt the state-of-the art technologies of water treatment membranes

TBMC

TBMC will supply **water treatment membranes with the best quality and cost competitiveness in the world** to **wastewater recycling and seawater desalination projects in China.**

The move will **further strengthen Toray Group's global presence of water treatment business** centered on RO membranes and **contribute to environmental improvement in China.**

Participate in the Development and Production of Automobile Parts Based on Carbon Fiber Reinforced Plastics in Europe

~ Equity Participation in a German advanced composites manufacturer ~

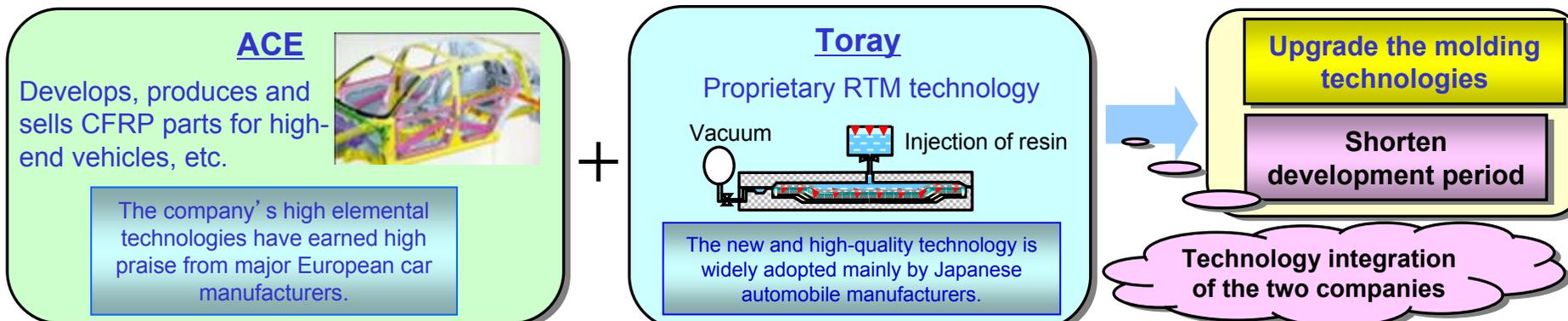
In a move aimed at expanding carbon fiber composite materials business in the automobile sector, especially in Europe where CFRP adoption in the automobile field is far advanced, Toray made equity participation (investment ratio: 21%) in ACE Advanced Composite Engineering GmbH (hereinafter referred to as "ACE"), a German advanced composites manufacturer.

The production of CFRP-based parts for automobile outer panels has until now been time consuming and cost intensive, and the adoption is limited in a few super cars which market price are extremely high, and the production volumes are low.



Innovations in CFRP molding technologies

RTM technology is emerging as the mainstream technology that can support production of auto parts with mid-level production volumes in the range of 10,000 vehicles per annum.



Toray will promote global development of CFRP for automobile applications.

Toray will accelerate the full adoption of CFRP-based automobile parts used in mass production models and plans to expand its business sales of CFRP for automobile applications to approximately 50 billion yen around 2015.

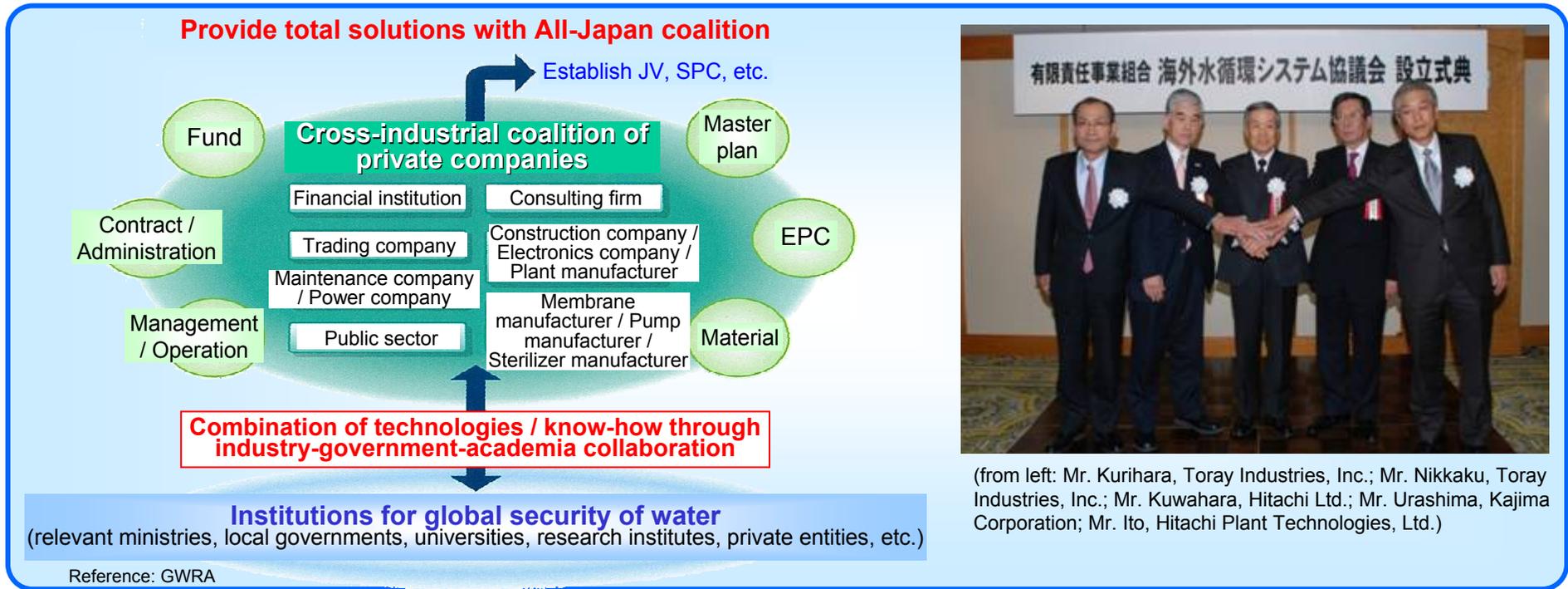
All-Japan Coalition Formulated to Solve Global Water Issues



Establishment of “LLP Global Water Recycle System Association” Innovation by Chemistry

Toward solving global water issues, “Limited Liability Partnership Global Water Recycle System Association” (hereinafter referred to as “GWRA”) was established to formulate an All-Japan coalition which combines Japanese superior technologies and know-how. 14 companies including Toray participate in GWRA (as of January 16, 2009). With government and academia collaboration, GWRA will develop activities to establish the platform of water recycle system operation business for overseas until March 2014.

Despite superior water treatment technologies, Japan is still behind overseas enterprises, including Europe, whose track records in management and operation are limited.



(from left: Mr. Kurihara, Toray Industries, Inc.; Mr. Nikkaku, Toray Industries, Inc.; Mr. Kuwahara, Hitachi Ltd.; Mr. Urashima, Kajima Corporation; Mr. Ito, Hitachi Plant Technologies, Ltd.)

While promoting collaboration with government and academia, GWRA aim to realize early overseas development of water recycle system operation business.

Obtained Manufacturing and Marketing Approval for REMITCH® CAPSULES 2.5 μg, Oral Antipruritus Drug, in Japan

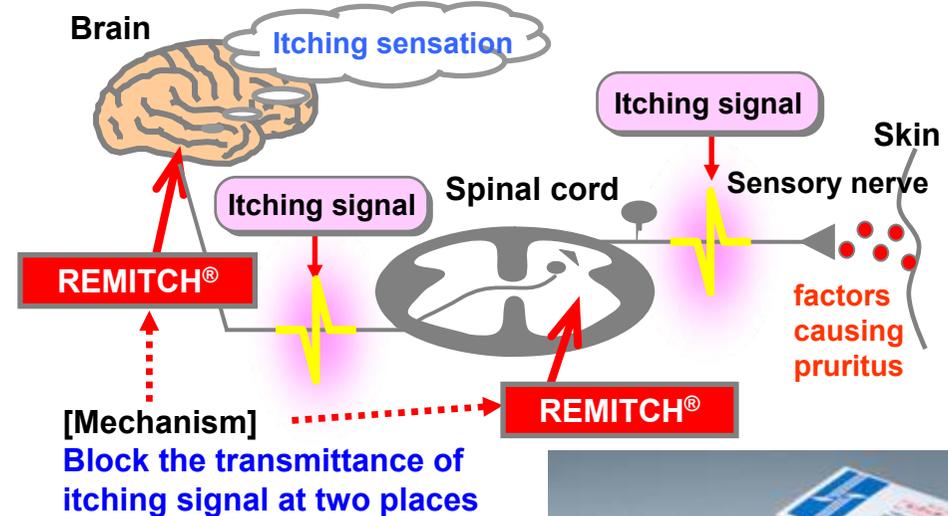
REMITCH® CAPSULES 2.5 μg (generic name: nalfurafine hydrochloride), an oral antipruritus drug that was jointly developed by Toray, Japan Tobacco Inc. and Torii Pharmaceutical Co., Ltd., and filed for New Drug Application by Toray, has obtained manufacturing and marketing approval for the indication of “improvement of pruritus in hemodialysis patients (only for cases resistant to conventional treatments)”. Marketing of this drug will be initiated by Torii Pharmaceutical Co., Ltd.

Hemodialysis-related uremic pruritus

A condition that causes systemic and severe itching without inflammation on the skin and its causes has yet been clearly elucidated.

This type of itching is not relieved by conventional antipruritus drugs (such as antihistamines) and the development of effective medicines has long been awaited.

Oral antipruritus drug, REMITCH®



The world's first selective κ (kappa) opioid receptor agonist to treat itching in hemodialysis patients that is resistant to existing treatments.



This newly-approved drug is expected to make further contribution to the treatment of pruritus in hemodialysis patients.

Descriptions of predicted business results, projections, and business plans for the Fiscal Year ending March 2009 contained in this material are based on predictive forecasts of the future business environment made at the present time.

The material in this presentation is not a guarantee of the Company's future business performance.