

February 8, 2008

# **Business Results Announcement for the Third Quarter (Apr.–Dec.) of Fiscal Year Ending March 2008**

Toray Industries, Inc.

# Contents

## **I. Business Results for the 3Q (Apr.–Dec.) of Fiscal Year Ending March 2008 (Consolidated Basis)**

<b>Summary (Profits)</b>	<b>(P4)</b>
<b>Non-operating Income and Expenses</b>	<b>(P5)</b>
<b>Special Credits and Charges</b>	<b>(P6)</b>
<b>Summary (Financial Position)</b>	<b>(P7)</b>
<b>Capital Expenditures, Depreciation</b>	<b>(P8)</b>
<b>Results by Business Segment</b>	<b>(P9-15)</b>
<b>Income Variance Factor Analysis</b>	<b>(P16)</b>

## **II. Business Forecast for the Fiscal Year Ending March 2008 (Consolidated Basis)**

<b>Forecast Summary</b>	<b>(P18)</b>
<b>Forecast by Business Segment</b>	<b>(P19)</b>

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

# Summary (Profits)

## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	FYI: Before Revision of Depreciation Rules	
				3Q FY Mar/08 (Apr.-Dec.)	Changes
Net Sales	1,129.6	<b>1,207.5</b>	+77.8 (+6.9%)	<b>1,207.5</b>	+77.8 (+6.9%)
Cost of Sales	900.7	<b>970.2</b>	+69.5 (+7.7%)	<b>965.8</b>	+65.1 (+7.2%)
Gross Profit	228.9	<b>237.3</b>	+8.4 (+3.7%)	<b>241.7</b>	+12.8 (+5.6%)
(Gross Profit to Net Sales)	20.3%	<b>19.7%</b>	- 0.6 points	<b>20.0%</b>	- 0.2 points
Operating Income	64.1	<b>63.3</b>	- 0.8 (-1.2%)	<b>67.8</b>	+3.6 (+5.7%)
(Operating Income to Net Sales)	5.7%	<b>5.2%</b>	- 0.4 points	<b>5.6%</b>	- 0.1 point
Non-operating Income and Expenses, net	▲ 2.6	▲ <b>4.2</b>	- 1.6	▲ <b>4.0</b>	- 1.4
Ordinary Income	61.5	<b>59.2</b>	- 2.4 (-3.9%)	<b>63.8</b>	+2.2 (+3.6%)
Special Credits and Charges, net	▲ 11.0	▲ <b>4.4</b>	+6.6	▲ <b>4.4</b>	+6.6
Income before Income Taxes	50.5	<b>54.8</b>	+4.2 (+8.3%)	<b>59.4</b>	+8.8 (+17.5%)
Net Income	40.6	<b>32.0</b>	- 8.6 (-21.2%)	<b>34.9</b>	- 5.7 (-14.0%)

### Exchange Rate

< Yen/US\$ >

07/3 → 08/3  
Apr.-Dec. → Apr.-Dec.  
Average: 116.2 → 117.3  
End of the term: 119.1 → 114.2

< Yen/Euro >

07/3 → 08/3  
Apr.-Dec. → Apr.-Dec.  
Average: 148.0 → 162.8  
End of the term: 156.5 → 166.7

### Oil Price

<US\$/B> (DUBAI FOB)

07/3 → 08/3  
Apr.-Dec. → Apr.-Dec.  
Average: 62.7 → 72.5

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

# Non-operating Income and Expenses

FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	Comments
Non-operating Income	13.7	<b>13.0</b>	-0.7	
Interest and Dividend Income	2.5	<b>3.6</b>	+1.1	
Equity in Earnings of Affiliates	6.1	<b>5.1</b>	-1.0	
Others	5.1	<b>4.3</b>	-0.8	
Non-operating Expenses	▲ 16.2	▲ <b>17.2</b>	-0.9	
Interest Expenses	▲ 7.2	▲ <b>8.5</b>	-1.3	Increase in Japanese and overseas interest rates, etc.
Others	▲ 9.1	▲ <b>8.7</b>	+0.4	
Non-operating Income and Expenses, net	▲ 2.6	▲ <b>4.2</b>	-1.6	
Interest and Dividend Income, Interest Expenses, net	▲ 4.6	▲ <b>4.9</b>	-0.3	
Other Income and Expenses, net	▲ 4.0	▲ <b>4.4</b>	-0.4	

\* Positive numbers : Income, Negative numbers ( ▲ ) : Expenses

# Special Credits and Charges

FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	Comments
<b>Special Credits</b>	7.9	5.1	-2.7	
Gain on Sales of Property, Plant and Equipment	0.7	0.4	-0.3	
Gain on Sales of Investment Securities	7.2	2.0	-5.2	
Others	-	2.8	+2.8	Reversal of loss on adjustment of employees' retirement benefits of an overseas subsidiary, etc.
<b>Special Charges</b>	▲ 18.9	▲ 9.5	+9.3	
Loss on Sales and Disposal of Property, Plant and Equipment	▲ 2.7	▲ 3.6	-0.9	
Loss on Impairment of Fixed Assets	▲ 12.9	▲ 4.7	+8.2	Loss on impairment of fixed assets of manufacturing facilities of LCD color filters, etc.
Loss on Write-down of Investment Securities	▲ 0.2	▲ 0.1	+0.1	
Loss on Liquidation and Devaluation of Subsidiaries and Affiliates	▲ 1.4	▲ 0.0	+1.4	
Restructuring Costs	▲ 1.0	▲ 0.8	+0.3	
Loss on Adjustment of Employees' Retirement Benefits of the U.K. Subsidiary	▲ 0.6	-	+0.6	
Others	▲ 0.0	▲ 0.3	-0.3	
<b>Special Credits and Charges, net</b>	▲ 11.0	▲ 4.4	+6.6	

\* Positive numbers : Income, Negative numbers ( ▲ ) : Expenses

# Summary (Financial Position)

	End of Mar/07	End of Dec/07	Changes	Comments	Billion ¥ End of Sep/07 <FYI>
Total Assets	1,674.4	<b>1,715.5</b>	+41.0		1,711.4
Current Assets	727.5	<b>742.8</b>	+15.3		725.4
Tangible Assets	643.4	<b>673.8</b>	+30.5	Increase of capital expenditures, etc.	670.1
Intangible Assets	13.5	<b>15.9</b>	+2.4		15.5
Investments and Other Assets	290.1	<b>283.0</b>	-7.1		300.4
Total Liabilities	1,024.8	<b>1,064.9</b>	+40.1		1,043.1
Current Liabilities	541.0	<b>551.7</b>	+10.8		547.4
Other Liabilities	483.8	<b>513.2</b>	+29.3	Increase of long-term debt, etc.	495.8
Total Net Assets	649.7	<b>650.6</b>	+0.9		668.2
Interest-bearing Debts	536.9	<b>617.5</b>	+80.6	Increase of capital expenditures, etc.	593.9
D/E ratio*	0.91	<b>1.04</b>	+0.13		0.97

\* Interest-bearing Debts / Shareholders' Equity

(Shareholders' Equity = Total Net Assets – Minority Interests in Consolidated Subsidiaries)

# Capital Expenditures, Depreciation

## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	Comments	FY Mar/08 Forecast
Capital Expenditures	74.7	<b>99.2</b>	+24.4	Toray : 34.4, Japan : 8.6, Overseas : 56.2	150.0
Depreciation -)	51.6	<b>63.8</b>	+12.3	Toray : 29.1, Japan : 8.3, Overseas : 26.4	88.0
Transfer, Disposal, etc.	4.3	<b>▲ 4.9</b>	-9.2		
Changes in Tangible Assets	27.5	<b>30.5</b>			

### Major Capital Expenditures :

- <Japan> Toray (Ehime) : Carbon fiber production facilities
- <Overseas> TSI (Korea) : Film processing facilities
- CFA (US) : Carbon fiber production facilities
- SOFICAR (France) : Carbon fiber production facilities
- TPM (Malaysia) : ABS resin production facilities



# Results by Business Segment

FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income				FYI: Before Revision of Depreciation Rules Operating Income			FYI: Effect of Revision of Depreciation Rules
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/08 (Apr.-Dec.)	
Fibers & Textiles	457.8	<b>485.1</b>	+27.3 (+6.0%)	14.4	<b>14.7</b>	+0.3 (+1.9%)	14.4	<b>16.4</b>	+2.0 (+13.8%)	-1.7	
Plastics & Chemicals	279.8	<b>302.3</b>	+22.5 (+8.0%)	12.6	<b>13.5</b>	+0.9 (+6.8%)	12.6	<b>14.7</b>	+2.0 (+16.0%)	-1.2	
IT-related Products	197.2	<b>207.2</b>	+10.0 (+5.1%)	21.8	<b>17.0</b>	-4.8 (-21.9%)	21.8	<b>17.9</b>	-3.9 (-17.7%)	-0.9	
Carbon Fiber Composite Materials	50.3	<b>61.0</b>	+10.7 (+21.4%)	13.0	<b>12.6</b>	-0.5 (-3.5%)	13.0	<b>12.9</b>	-0.1 (-0.9%)	-0.3	
Environment & Engineering	96.8	<b>104.5</b>	+7.7 (+7.9%)	0.4	<b>4.2</b>	+3.8 (+913.1%)	0.4	<b>4.2</b>	+3.8 (+925.7%)	-0.1	
Life Science & Other Businesses	47.7	<b>47.3</b>	-0.4 (-0.8%)	2.9	<b>2.9</b>	+0.0 (+1.0%)	2.9	<b>3.2</b>	+0.3 (+9.2%)	-0.2	
(Pharmaceuticals & Medical Products Included)	30.4	<b>33.4</b>	+3.0 (+9.9%)	0.8	<b>0.7</b>	-0.1 (-13.9%)	0.8	<b>0.8</b>	+0.1 (+10.4%)	-0.2	
Total	1,129.6	<b>1,207.5</b>	+77.8 (+6.9%)	65.2	<b>64.9</b>	-0.3 (-0.5%)	65.2	<b>69.3</b>	+4.1 (+6.3%)	-4.4	
Elimination & Corporate				▲ 1.1	▲ 1.5	-0.5	▲ 1.1	▲ 1.5	-0.5		
Consolidated	1,129.6	<b>1,207.5</b>	+77.8 (+6.9%)	64.1	<b>63.3</b>	-0.8 (-1.2%)	64.1	<b>67.8</b>	+3.6 (+5.7%)	-4.4	

# Results by Business Segment (Fibers and Textiles)

## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income			Comments
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	
Toray	92.9	92.2	-0.7 (-0.7%)	4.8	3.1	-1.7 (-35.8%)	For industrial use, ground fabric business for air bags performed strongly in Japan. For apparel use, sales expanded through increase of highly profitable applications and utilization of operations of import from overseas subsidiaries. However, total sales and income decreased due to partial transfer of commercial right of industrial use to a subsidiary, cost increase stemming from the steep rise in raw materials and fuel prices, and the revision of depreciation rules.
Japanese Subsidiaries	225.4	233.3	+7.9 (+3.5%)	7.3	7.1	-0.2 (-2.6%)	Sales increased through sales expansion in fibers business and robust exports of textiles at trading subsidiaries, however, income decreased due to increase in costs at a trading subsidiary, etc.
Overseas Subsidiaries	139.5	159.6	+20.1 (+14.4%)	2.7	5.0	+2.4 (+88.5%)	Sales and income increased drastically due to strong garment business at overseas trading subsidiaries as well as sales expansion and income improvement at each manufacturing subsidiary in China, Korea, Italy, and Indonesia, etc.
Adjustment				▲ 0.3	▲ 0.5	-0.2	
Total	457.8	485.1	+27.3 (+6.0%)	14.4	14.7	+0.3 (+1.9%)	

### <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.

# Results by Business Segment (Plastics and Chemicals)

## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income			Comments
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	
Toray	65.3	66.6	+1.3 (+2.0%)	2.2	1.0	-1.2 (-53.4%)	Sales increased through steady sales expansion for automobiles and electric appliances applications in plastic resins business, and solar cells and hybrid car capacitors applications in films business. However, income decreased due to the effect of revision of depreciation rules, etc.
Japanese Subsidiaries	106.6	105.7	-0.9 (-0.8%)	7.2	7.6	+0.4 (+6.2%)	Sales decreased at plastic-related subsidiaries while business was steady at a chemical-related subsidiary. In total, sales decreased and income increased.
Overseas Subsidiaries	108.2	130.3	+22.1 (+20.5%)	2.7	4.8	+2.0 (+75.4%)	Sales and income increased remarkably through sales expansion at plastic resins subsidiaries in China and Malaysia, and sales increase of high value-added products at US films subsidiary as well as income improvement at films subsidiary in Europe through business structure reform.
Adjustment				0.5	0.1	-0.4	
Total	279.8	302.3	+22.5 (+8.0%)	12.6	13.5	+0.9 (+6.8%)	

### <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.

# Results by Business Segment (IT-related Products)

## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income			Comments
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	
Toray	79.5	85.1	+5.6 (+7.1%)	10.9	8.4	-2.5 (-22.9%)	Sales increased through steady expansion of IT-related films and semiconductor coating materials, however, income decreased due to the effect of revision of depreciation rules, price decline of color filters resulting from tough competition in the medium/small size LCD market, and sluggish circuit materials business, etc.
Japanese Subsidiaries	67.5	63.6	-3.9 (-5.7%)	7.5	5.4	-2.1 (-27.4%)	Sales of LCD-related equipment were small, especially in 3Q (Oct.-Dec.), which led to decrease in sales and income in total.
Overseas Subsidiaries	50.2	58.5	+8.3 (+16.4%)	3.4	2.9	-0.4 (-12.6%)	Sales increased through sales expansion of FPD-related and electronic components-related films and circuit materials at Korean subsidiaries. However, income decreased due to the effect of price decline of TAB, COF tapes during the first half of the FY at a Korean subsidiary, etc.
Adjustment				0.1	0.2	+0.2	
Total	197.2	207.2	+10.0 (+5.1%)	21.8	17.0	-4.8 (-21.9%)	

### <Major Subsidiaries>

Japan : Toray Engineering Co., Ltd., Toray Advanced Film Co., Ltd., etc.

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

# Results by Business Segment (Carbon Fiber Composite Materials)

FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income			Comments
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	
Toray	39.7	55.8	+16.0 (+40.3%)	6.6	5.2	-1.4 (-21.1%)	Sales increased mainly through strong business in aircraft application, however, income decreased due to the increase of depreciation cost accompanying the facility at Ehime Plant which started operation in January 2007, etc.
Japanese Subsidiaries	28.5	36.4	+7.9 (+27.7%)	0.3	0.4	+0.2 (+62.2%)	Sales and income increased through steady sales expansion at trading subsidiary.
Overseas Subsidiaries	41.1	51.5	+10.4 (+25.4%)	7.0	7.1	+0.1 (+1.8%)	Despite the increase in start-up cost at US subsidiary accompanying full-size shipment of materials for B787 and the increase of depreciation cost at European subsidiary which started operation of new facilities, total sales and income increased through steady businesses in aircraft and industrial applications in both Europe and US.
Adjustment	▲ 59.0	▲ 82.7	-23.6	▲ 0.8	▲ 0.1	+0.6	
Total	50.3	61.0	+10.7 (+21.4%)	13.0	12.6	-0.5 (-3.5%)	

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.

## <Major Subsidiaries>

Japan : Toray International, Inc.

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

# Results by Business Segment (Environment & Engineering)

## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income			Comments
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	
Toray	5.9	5.9	-0.0 (-0.0%)	▲ 0.8	▲ 0.3	+0.4 (-)	In water treatment businesses, RO membrane business performed strongly, however, sales through the newly established US water treatment consolidated subsidiary increased. As a result, Toray's sales were almost the same level and income improved.
Japanese Subsidiaries	90.5	97.6	+7.1 (+7.8%)	1.2	4.9	+3.7 (+314.9%)	Sales and income increased through expansion of plant and industrial equipment businesses at an engineering subsidiary as well as advancement in corporate-structure reinforcement at building material-related subsidiary and water treatment engineering subsidiary.
Overseas Subsidiaries	0.4	0.9	+0.6 (+165.2%)	▲ 0.0	▲ 0.4	-0.3 (-)	Sales increased through steady business at US water treatment subsidiary, however income decreased due to the increase of its start-up cost.
Adjustment				0.0	▲ 0.1	-0.1	
Total	96.8	104.5	+7.7 (+7.9%)	0.4	4.2	+3.8 (+913.1%)	

### <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)



## FY Mar/08 Third Quarter (Apr.-Dec.)

Billion ¥

	Net Sales			Operating Income			Comments
	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	3Q FY Mar/07 (Apr.-Dec.)	3Q FY Mar/08 (Apr.-Dec.)	Changes	
Toray	6.6	6.7	+0.1 (+1.6%)	▲ 0.4	▲ 0.3	+0.2 (-)	In pharmaceuticals and medical products, sales increased through sales expansion of Interferon preparation through new indications and new artificial kidney products, however, income decreased due to the decrease of licensing revenues, etc.
Japanese Subsidiaries	39.8	39.5	-0.3 (-0.8%)	2.8	2.8	+0.0 (+0.7%)	
Overseas Subsidiaries	1.3	1.1	-0.2 (-15.4%)	0.1	0.1	+0.0 (+0.7%)	
Adjustment				0.4	0.2	-0.2	
Total	47.7	47.3	-0.4 (-0.8%)	2.9	2.9	+0.0 (+1.0%)	
(Pharmaceuticals & Medical Products Included)	30.4	33.4	+3.0 (+9.9%)	0.8	0.7	-0.1 (-13.9%)	

### <Major Subsidiaries>

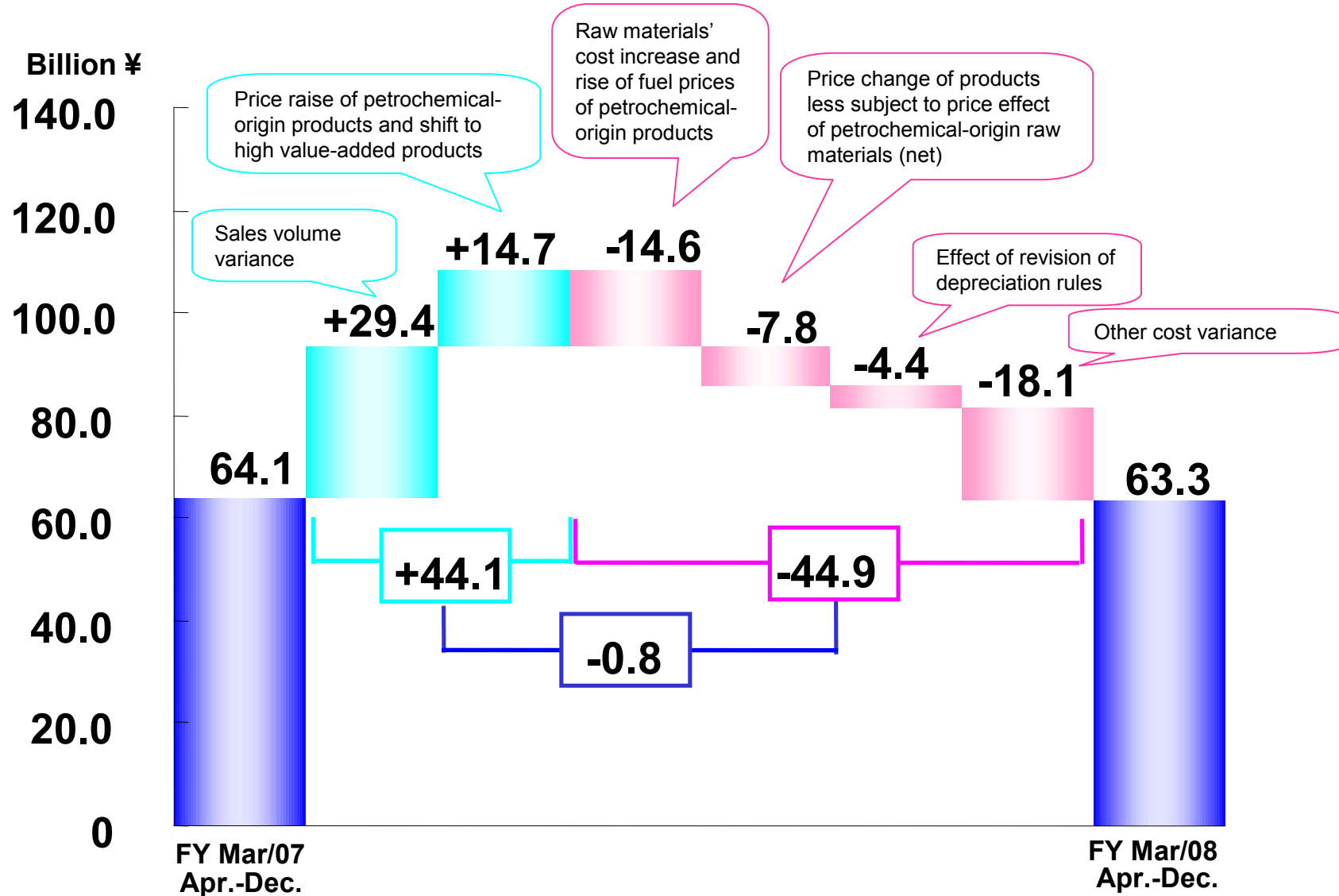
Japan : Toray Medical Co., Ltd., Toray Research Center Inc., Toray Enterprise Corp., etc.

# Income Variance Factor Analysis



Innovation by Chemistry

FY Mar/08 Third Quarter (Apr.-Dec.)





## **II. Business Forecast for the Fiscal Year Ending March 2008 (Consolidated Basis)**

# Forecast Summary



Innovation by Chemistry  
Billion ¥

	FY Mar/07 (Actual)	FY Mar/08 (Forecast)	Changes	FY Mar/08 (Previous Forecast as of Nov.9/07)	FYI: Before Revision of Depreciation Rules	
					FY Mar/08 (Forecast)	Changes
Net Sales	1,546.5	<b>1,640.0</b>	+93.5 (+6.0%)	<b>1,660.0</b>	<b>1,640.0</b>	+93.5 (+6.0%)
Operating Income	102.4	<b>104.0</b>	+1.6 (+1.5%)	<b>108.0</b>	<b>110.0</b>	+7.6 (+7.4%)
Ordinary Income	97.5	<b>93.0</b>	-4.5 (-4.6%)	<b>101.0</b>	<b>99.0</b>	+1.5 (+1.5%)
Net Income	58.6	<b>49.0</b>	-9.6 (-16.3%)	<b>56.0</b>	<b>53.0</b>	-5.6 (-9.5%)

[ FYI: Percentage of Achievement of Year-end Operating Income Forecast ]

Billion ¥

	FY Mar/07	FY Mar/08
Operating Income (Apr.-Dec.)	64.1	<b>63.3</b>
Year-end Operating Income FY Mar/07 is Actual FY Mar/08 is Forecast	102.4	<b>104.0</b>
Percentage of Achievement (Apr.-Dec.)	62.6%	<b>60.9%</b>

Expected exchange rate (Jan./08 ~ Mar./08) : 107 Yen / US\$, 160 Yen / Euro  
Expected oil price (Jan./08 ~ Mar./08) : US\$90 / B (Dubai FOB)

# Forecast by Business Segment

**TORAY**

Innovation by Chemistry

Billion ¥

	Net Sales				Operating Income				Previous Forecast as of Nov.9/07 and Variance			
	FY Mar/07		FY Mar/08		FY Mar/07		FY Mar/08		Previous Forecast		Variance	
			Changes				Changes			Previous Forecast	Variance	Previous Forecast
Fibers & Textiles	607.8	<b>630.0</b>	+22.2 (+3.7%)		19.2	<b>19.5</b>	+0.3 (+1.4%)		630.0	-	19.5	-
Plastics & Chemicals	375.3	<b>400.0</b>	+24.7 (+6.6%)		19.2	<b>19.5</b>	+0.3 (+1.4%)		400.0	-	19.5	-
IT-related Products	263.8	<b>280.0</b>	+16.2 (+6.1%)		33.5	<b>29.5</b>	-4.0 (-11.8%)		290.0	<b>- 10.0</b>	32.0	<b>- 2.5</b>
Carbon Fiber Composite Materials	68.6	<b>90.0</b>	+21.4 (+31.2%)		18.1	<b>19.5</b>	+1.4 (+7.8%)		90.0	-	20.0	<b>- 0.5</b>
Environment & Engineering	161.3	<b>170.0</b>	+8.7 (+5.4%)		6.0	<b>9.5</b>	+3.5 (+59.6%)		180.0	<b>- 10.0</b>	10.0	<b>- 0.5</b>
Life Science & Other Businesses	69.7	<b>70.0</b>	+0.3 (+0.4%)		8.2	<b>8.5</b>	+0.3 (+4.3%)		70.0	-	9.0	<b>- 0.5</b>
(Pharmaceuticals & Medical Products Included)	46.8	<b>50.0</b>	+3.2 (+6.8%)		4.8	<b>5.0</b>	+0.2 (+3.9%)		50.0	-	5.5	<b>- 0.5</b>
<b>Total</b>	<b>1,546.5</b>	<b>1,640.0</b>	<b>+93.5 (+6.0%)</b>		<b>104.1</b>	<b>106.0</b>	<b>+1.9 (+1.8%)</b>		<b>1,660.0</b>	<b>- 20.0</b>	<b>110.0</b>	<b>- 4.0</b>
Elimination & Corporate					<b>▲ 1.7</b>	<b>▲ 2.0</b>	-0.3			-	<b>▲ 2.0</b>	-
<b>Consolidated</b>	<b>1,546.5</b>	<b>1,640.0</b>	<b>+93.5 (+6.0%)</b>		<b>102.4</b>	<b>104.0</b>	<b>+1.6 (+1.5%)</b>		<b>1,660.0</b>	<b>- 20.0</b>	<b>108.0</b>	<b>- 4.0</b>

Descriptions of predicted business results, projections, and business plans for the Fiscal Year ending March 2008 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.