

February 3, 2011

Announcement of Business Results
For the Third Quarter of
Fiscal Year Ending March 2011



Toray Industries, Inc.

Contents

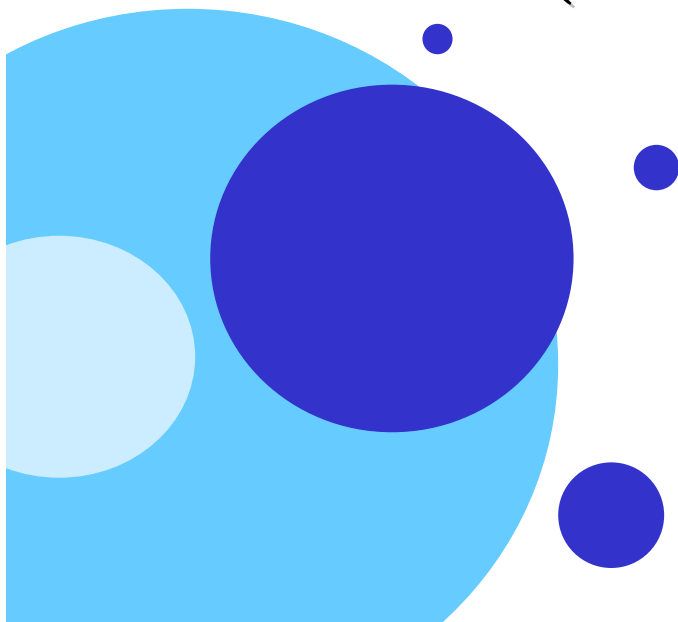
I. Business Results for the 3Q of Fiscal Year Ending March 2011 (Consolidated Basis)

Summary of Consolidated Business Results for the 3Q of FY Ending March 2011	(P3)
Non-operating Income and Expenses	(P4)
Special Credits and Charges	(P5)
Assets, Liabilities, Net Assets, Free Cash Flows	(P6)
Capital Expenditures, Depreciation, R&D Expenses	(P7)
Net Sales and Operating Income by Segment	(P8)
Business Results by Segment	(P9-16)
Income Variance Factor Analysis (Nine Months)	(P17)
Results of Major Subsidiaries (Nine Months)	(P18)
2Q vs. 3Q Comparison of Operating Income by Segment	(P19)

II. Business Forecast for the Fiscal Year Ending March 2011 (Consolidated Basis)

Forecast Summary	(P21)
Forecast by Segment	(P22)
Forecast in Nov. vs. New Forecast Comparison of Operating Income by Segment	(P23)

I. Business Results for the 3Q of Fiscal Year Ending March 2011 (Consolidated Basis)



Summary of Consolidated Business Results For the 3Q of FY Ending March 2011



Billion yen

	FY Mar/10 3Q (Oct.-Dec.)	FY Mar/11 3Q (Oct.-Dec.)	Changes	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes
Net Sales	361.9	393.5	+31.6 (+8.7%)	979.8	1,126.8	+147.0 (+15.0%)
Cost of Sales	297.5	314.5	+17.0 (+5.7%)	809.1	901.4	+92.3 (+11.4%)
Gross Profit	64.4	79.0	+14.6 (+22.6%)	170.7	225.5	+54.7 (+32.0%)
(Gross Profit to Net Sales)	17.8%	20.1%	+2.3 points	17.4%	20.0%	+2.6 points
Operating Income	14.7	27.4	+12.8 (+86.8%)	20.2	70.0	+49.8 (+246.6%)
(Operating Income to Net Sales)	4.1%	7.0%	+2.9 points	2.1%	6.2%	+4.1 points
Non-operating Income and Expenses, net	▲ 19.3	0.8	+20.0	▲ 27.5	▲ 1.3	+26.2
Ordinary Income (Loss)	▲ 4.6	28.2	+32.8 (-)	▲ 7.3	68.7	+75.9 (-)
Special Credits and Charges, net	▲ 3.4	▲ 1.2	+2.2	▲ 8.4	▲ 5.8	+2.6
Income (Loss) before Income Taxes	▲ 8.0	27.0	+35.0 (-)	▲ 15.7	62.9	+78.6 (-)
Net Income (Loss)	▲ 13.1	18.9	+32.0 (-)	▲ 19.4	43.8	+63.2 (-)

	(FY Mar/10 3Q)	(FY Mar/11 3Q)	(FY Mar/10 9-months)	(FY Mar/11 9-months)
Exchange Rate <Yen/US\$> Average	: 89.7	82.6	93.6	86.8
End of the term	: 92.1	81.5		
<Yen/Euro> Average	: 132.7	112.2	133.0	113.3
End of the term	: 132.0	107.9		
Oil Price <US\$/B>				
(DUBAI FOB) Average	: 75.2	84.3	67.4	78.8

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

Non-operating Income and Expenses

Billion yen

	FY Mar/10 3Q (Oct.-Dec.)	FY Mar/11 3Q (Oct.-Dec.)	Changes	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes
Non-operating Income	2.2	3.6	+1.4	5.3	11.3	+6.0
Interest and Dividend Income	0.8	1.0	+0.2	2.0	2.4	+0.4
Equity in Earnings of Affiliates	-	1.6	+1.6	-	5.7	+5.7
Others	1.5	1.1	-0.4	3.3	3.2	-0.1
Non-operating Expenses	▲ 21.5	▲ 2.9	+18.6	▲ 32.8	▲ 12.6	+20.2
Interest Expenses	▲ 2.1	▲ 1.5	+0.6	▲ 7.0	▲ 5.0	+2.1
Equity in Losses of Affiliates	▲ 16.2	-	+16.2	▲ 16.0	-	+16.0
Others	▲ 3.2	▲ 1.3	+1.9	▲ 9.8	▲ 7.6	+2.1
Non-operating Income and Expenses, net	▲ 19.3	0.8	+20.0	▲ 27.5	▲ 1.3	+26.2
Interest and Dividend Income, Interest Expenses, net	▲ 1.3	▲ 0.5	+0.8	▲ 5.0	▲ 2.6	+2.4

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

Special Credits and Charges

Billion yen

	FY Mar/10 3Q (Oct.-Dec.)	FY Mar/11 3Q (Oct.-Dec.)	Changes	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes
Special Credits	0.2	0.6	+0.4	0.4	2.2	+1.8
Gain on Sales of Property, Plant and Equipment	0.1	0.2	+0.1	0.3	0.6	+0.3
Gain on Sales of Investment Securities	0.1	0.1	+0.0	0.1	1.7	+1.6
Gain on Reversal of Loss on Write-down of Investment Securities	-	0.3	+0.3	-	-	-
Special Charges	▲ 3.6	▲ 1.9	+1.7	▲ 8.8	▲ 8.0	+0.8
Loss on Sales and Disposal of Property, Plant and Equipment	▲ 1.7	▲ 1.5	+0.2	▲ 3.3	▲ 3.2	+0.1
Loss on Impairment of Fixed Assets	▲ 1.3	-	+1.3	▲ 2.0	-	+2.0
Loss on Write-down of Investment Securities	▲ 0.1	-	+0.1	▲ 2.2	▲ 2.7	-0.5
Loss on Adjustment for Changes of Accounting Standards for Asset Retirement Obligations	-	-	-	-	▲ 1.4	-1.4
Loss on Liquidation and Devaluation of Subsidiaries and Affiliated Companies	▲ 0.3	-	+0.3	▲ 0.3	-	+0.3
Others	▲ 0.3	▲ 0.3	-0.1	▲ 1.0	▲ 0.6	+0.4
Special Credits and Charges, net	▲ 3.4	▲ 1.2	+2.2	▲ 8.4	▲ 5.8	+2.6

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

Assets, Liabilities, Net Assets, Free Cash Flows

Billion yen

	End of Mar/10	End of Dec/10	Changes
Total Assets	1,556.8	1,580.9	+24.1
Current Assets	640.5	717.1	+76.7
Tangible Assets	580.3	535.7	-44.7
Intangible Assets	10.4	9.3	-1.1
Investment and Other Assets	325.6	318.8	-6.8

	End of Mar/10	End of Dec/10	Changes
Total Liabilities	1,038.6	947.8	-90.7
Current Liabilities	514.0	474.3	-39.7
Other Liabilities	524.6	473.5	-51.1
Total Net Assets	518.2	633.1	+114.9
Interest-bearing Debts	632.2	533.8	-98.4
D/E Ratio	1.34	0.91	-0.43

<Free Cash Flows>

Billion yen

	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes
Cash Flows from Operating Activities	48.0	56.7	+8.7
Cash Flows from Investment Activities	▲ 47.9	▲ 31.0	+16.9
Free Cash Flows	0.2	25.8	+25.6

Capital Expenditures, Depreciation, R&D Expenses

Billion yen

	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes	Comments
Capital Expenditures	38.6	32.5	-6.2	Toray : 8.4, Japan : 4.7, Overseas : 19.3
Depreciation -)	55.4	51.8	-3.6	Toray : 26.3, Japan : 6.8, Overseas : 18.7
Transfer, Disposal, etc.	1.8	▲ 25.3	-27.1	
Changes in Tangible Assets	▲ 15.0	▲ 44.7		
R&D Expenses	34.0	34.4	+0.3	

Major Capital Expenditures:

<Overseas>

TAK (Toray Advanced Materials Korea Inc.) : Optical polyester (PET) film production facilities (Korea)

TPN (Toray Polytech (Nantong) Co., Ltd.) : High-functional polypropylene spunbond
production facilities (China)

TBMC (Toray BlueStar Membrane Co., Ltd.) : Water treatment membrane production facilities (China)

Net Sales and Operating Income by Segment

Innovation by Chemistry

Billion yen

	Net Sales			Operating Income		
	FY Mar/10 3Q (Oct.-Dec.)	FY Mar/11 3Q (Oct.-Dec.)	Changes	FY Mar/10 3Q (Oct.-Dec.)	FY Mar/11 3Q (Oct.-Dec.)	Changes
Fibers & Textiles	151.2	168.3	+17.0 (+11.3%)	7.4	12.0	+4.5 (+60.9%)
Plastics & Chemicals	89.0	93.9	+4.9 (+5.5%)	4.0	7.7	+3.7 (+94.3%)
IT-related Products	60.3	60.4	+0.1 (+0.2%)	6.7	9.6	+2.9 (+42.7%)
Carbon Fiber Composite Materials	14.3	17.7	+3.4 (+23.7%)	▲ 0.6	0.7	+1.4 (-)
Environment & Engineering	32.6	36.3	+3.7 (+11.3%)	▲ 0.1	▲ 0.7	-0.6 (-)
Life Science	11.4	13.8	+2.3 (+20.4%)	0.9	2.0	+1.1 (+121.3%)
Others	3.1	3.2	+0.1 (+3.2%)	0.1	0.3	+0.2 (+309.9%)
Total	361.9	393.5	+31.6 (+8.7%)	18.4	31.6	+13.2 (+72.0%)
Adjustment				▲ 3.7	▲ 4.1	-0.5
Consolidated	361.9	393.5	+31.6 (+8.7%)	14.7	27.4	+12.8 (+86.8%)

	Net Sales			Operating Income		
	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes
Fibers & Textiles	396.3	441.3	+45.0 (+11.4%)	10.2	25.5	+15.3 (+150.5%)
Plastics & Chemicals	242.7	280.5	+37.7 (+15.5%)	7.5	19.8	+12.2 (+162.7%)
IT-related Products	167.6	196.6	+29.0 (+17.3%)	14.2	30.9	+16.7 (+118.2%)
Carbon Fiber Composite Materials	35.2	49.5	+14.3 (+40.5%)	▲ 1.7	2.0	+3.7 (-)
Environment & Engineering	94.3	109.7	+15.4 (+16.3%)	▲ 0.4	▲ 2.2	-1.8 (-)
Life Science	33.8	39.3	+5.5 (+16.3%)	1.5	5.3	+3.9 (+265.9%)
Others	9.8	9.9	+0.2 (+1.6%)	0.2	0.7	+0.5 (+218.2%)
Total	979.8	1,126.8	+147.0 (+15.0%)	31.4	81.9	+50.5 (+160.7%)
Adjustment				▲ 11.2	▲ 12.0	-0.7
Consolidated	979.8	1,126.8	+147.0 (+15.0%)	20.2	70.0	+49.8 (+246.6%)

Segment components have been changed based on a management approach from FY Mar/11.
The figures for FY Mar/10 are modified to show the results according to the new segment components.

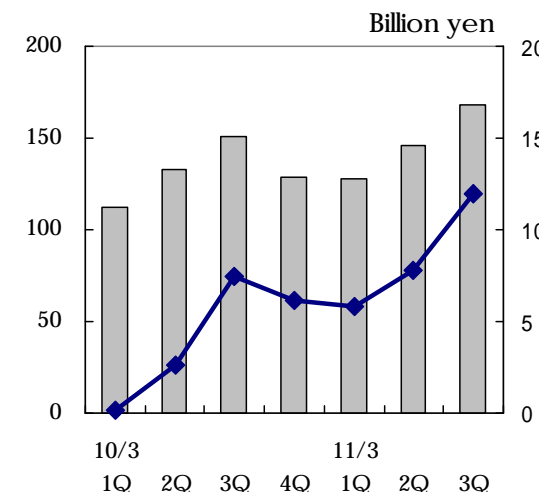
Business Results by Segment (Fibers & Textiles)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine-months (Apr.-Dec.)			
		FY Mar/10	FY Mar/11	Changes		FY Mar/10	FY Mar/11	Changes	
Net Sales	Toray	22.7	25.5	+2.8	(+12.5%)	65.8	75.7	+9.9	(+15.1%)
	Japanese Subsidiaries	82.6	94.7	+12.1	(+14.6%)	210.0	229.3	+19.3	(+9.2%)
	Overseas Subsidiaries	46.0	48.1	+2.1	(+4.6%)	120.6	136.3	+15.7	(+13.1%)
	Total	151.2	168.3	+17.0	(+11.3%)	396.3	441.3	+45.0	(+11.4%)
Operating Income	Toray	0.9	2.6	+1.7	(+183.6%)	▲ 0.6	7.4	+8.0	(-)
	Japanese Subsidiaries	2.6	3.1	+0.5	(+17.3%)	5.1	5.9	+0.8	(+15.4%)
	Overseas Subsidiaries	3.1	5.4	+2.3	(+74.3%)	4.7	12.3	+7.6	(+161.6%)
	Adjustment	0.8	0.8	+0.1		0.9	▲ 0.1	-1.0	
	Total	7.4	12.0	+4.5	(+60.9%)	10.2	25.5	+15.3	(+150.5%)

Net Sales
<Bar chart>

Operating Income
<Line chart>



3Q (Oct.-Dec.)

Sales / Income Increased

- Toray** : Demand for industrial-use materials led by airbags and other automotive applications as well as general applications grew steadily. Meanwhile, sales volume expanded in apparel applications.
- Japanese Subsidiaries** : Overall business remained steady particularly in garment business to major SPA at a trading subsidiary.
- Overseas Subsidiaries** : Business in general performed steadily including the garment business in China, and the polypropylene spunbond business for diapers and the polyester filament business in Republic of Korea and China.

Nine-months (Apr.-Dec.)

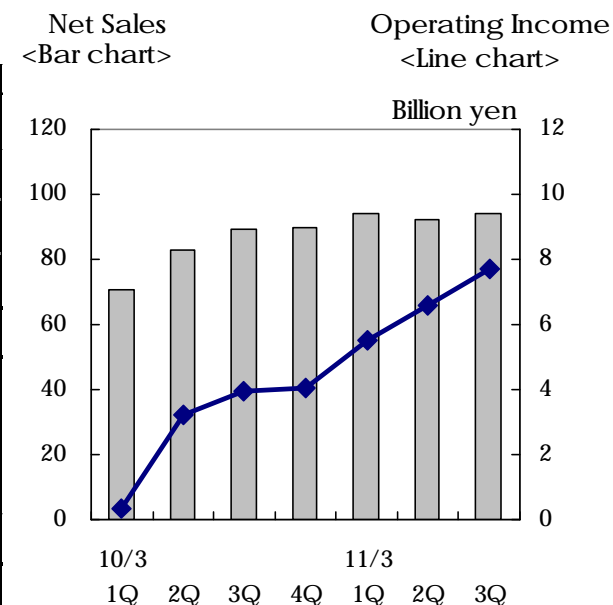
Sales / Income Increased

In Japan, demand for industrial-use materials led by airbags and other automotive applications as well as general applications grew steadily while sales volume expanded in apparel applications including garments primarily to major SPA. In overseas, the polypropylene spunbond business for diapers in Republic of Korea and China expanded, and businesses including yarn and textile operations for air bag applications in Thailand and Czech Republic, the textile business in China and the polyester fiber business in China, Republic of Korea and ASEAN countries also performed steadily.

Business Results by Segment (Plastics & Chemicals)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine-months (Apr.-Dec.)			
		FY Mar/10	FY Mar/11	Changes		FY Mar/10	FY Mar/11	Changes	
Net Sales	Toray	16.9	18.1	+1.2	(+6.9%)	46.9	53.5	+6.5	(+13.9%)
	Japanese Subsidiaries	34.9	34.3	-0.5	(-1.5%)	97.1	102.3	+5.3	(+5.4%)
	Overseas Subsidiaries	37.2	41.5	+4.3	(+11.5%)	98.8	124.7	+25.9	(+26.2%)
	Total	89.0	93.9	+4.9	(+5.5%)	242.7	280.5	+37.7	(+15.5%)
Operating Income	Toray	0.4	1.1	+0.7	(+170.2%)	▲ 0.5	3.6	+4.2	(-)
	Japanese Subsidiaries	1.8	1.9	+0.1	(+7.1%)	4.1	5.9	+1.9	(+46.5%)
	Overseas Subsidiaries	1.6	4.6	+3.0	(+183.3%)	3.8	10.2	+6.5	(+170.3%)
	Adjustment	0.1	0.0	-0.1		0.2	▲ 0.0	-0.3	
	Total	4.0	7.7	+3.7	(+94.3%)	7.5	19.8	+12.2	(+162.7%)



3Q (Oct.-Dec.)

Sales / Income Increased

- Toray** : In plastic resins business, sales expanded mainly in home electric appliances. In the films business, industrial materials applications performed steadily led by solar cell back sheets, etc.
- Japanese Subsidiaries** : Overall business was steady.
- Overseas Subsidiaries** : Every films subsidiary performed strongly on the back of healthy demand. Income expanded substantially at a plastic resins subsidiary in Malaysia led by home electric appliances for China and Asian countries.

Nine-months (Apr.-Dec.)

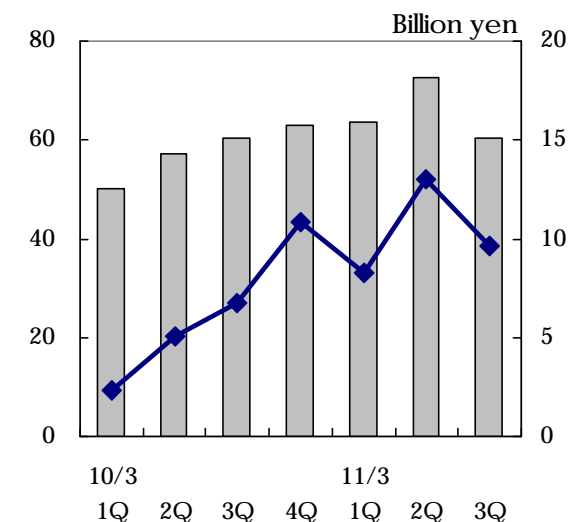
Sales / Income Increased

Despite the impact of slow automobile sales since fall reflecting the discontinuation of the eco-car subsidies, recovery in demand continued in the plastic resins business on the back of strong growth in automobile production for emerging countries, and sales increase in home electric appliances due to the heat wave and the eco-point system. In the films business, sales expanded in the industrial materials field in general led by solar cell and packaging applications.

Business Results by Segment (IT-related Products)

Unit : Billion yen Net Sales <Bar chart> Operating Income <Line chart>

		3Q (Oct.-Dec.)				Nine-months (Apr.-Dec.)			
		FY Mar/10	FY Mar/11	Changes		FY Mar/10	FY Mar/11	Changes	
Net Sales	Toray	24.3	25.4	+1.1	(+4.3%)	70.6	82.3	+11.6	(+16.5%)
	Japanese Subsidiaries	19.0	16.2	-2.9	(-15.1%)	53.3	56.7	+3.3	(+6.3%)
	Overseas Subsidiaries	17.0	18.9	+2.0	(+11.6%)	43.6	57.6	+14.0	(+32.2%)
	Total	60.3	60.4	+0.1	(+0.2%)	167.6	196.6	+29.0	(+17.3%)
Operating Income	Toray	3.4	5.6	+2.2	(+63.3%)	7.3	19.0	+11.7	(+159.3%)
	Japanese Subsidiaries	1.1	0.7	-0.4	(-37.3%)	2.8	3.5	+0.7	(+23.7%)
	Overseas Subsidiaries	2.1	3.3	+1.1	(+53.1%)	3.9	8.3	+4.4	(+112.6%)
	Adjustment	0.1	0.0	-0.0		0.1	0.1	+0.0	
	Total	6.7	9.6	+2.9	(+42.7%)	14.2	30.9	+16.7	(+118.2%)



3Q (Oct.-Dec.)

Sales Flat Growth / Income Increased

Toray :

Despite the negative impact of production adjustment at panel manufacturers for flat panel displays (FPD), with the healthy smartphone demand, films and processed film products for electronic parts and touch panels as well as liquid crystal display (LCD) related materials expanded.

Japanese Subsidiaries :

IT-related equipment subsidiary reported decrease in sales.

Overseas Subsidiaries :

Films and processed film products performed strongly at Korean subsidiaries. Electric circuit materials business had negative impact of the production adjustment at panel manufacturers for FPDs.

Nine-months (Apr.-Dec.)

Sales / Income Increased

Despite the negative impact of production adjustment since fall reflecting the decrease in demand of FPDs for TVs, the demand during nine months period showed steady growth. In addition, small and medium sized displays such as smartphones continued robust expansion, so sales for films, processed film products used in flat panel displays and LCD-related materials expanded. The volume of semiconductor materials and plasma display panel materials also increased.

Details of the Sales of IT-related Products Segment

[Sales ratio by sub-segment]

Unit : Billion yen

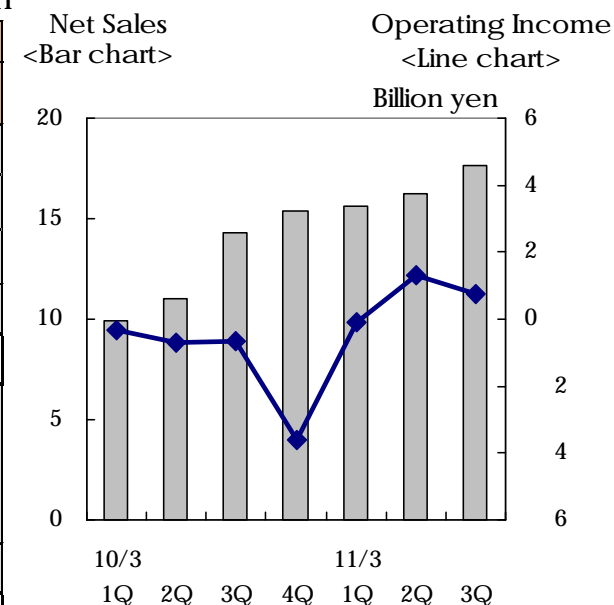
	FY Mar/10 3Q (Oct.-Dec.)		FY Mar/11 3Q (Oct.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Display Materials	20.8	34%	23.1	38%	+11%
Electronic Components, Semiconductor, Electric Circuit Materials	22.7	38%	23.3	39%	+3%
Data Storage Materials	7.8	13%	8.4	14%	+8%
Equipment, others	9.0	15%	5.5	9%	-38%
Total of IT-related Products Segment	60.3		60.4		+0%

	FY Mar/10 Nine-months (Apr.-Dec.)		FY Mar/11 Nine-months (Apr.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Display Materials	60.6	36%	79.6	40%	+31%
Electronic Components, Semiconductor, Electric Circuit Materials	59.2	35%	72.1	37%	+22%
Data Storage Materials	21.6	13%	25.0	13%	+16%
Equipment, others	26.2	16%	19.9	10%	-24%
Total of IT-related Products Segment	167.6		196.6		+17%

Business Results by Segment (Carbon Fiber Composite Materials)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine-months (Apr.-Dec.)			
		FY Mar/10	FY Mar/11	Changes		FY Mar/10	FY Mar/11	Changes	
Net Sales	Toray	10.9	13.6	+2.7	(+25.0%)	26.9	38.5	+11.6	(+43.0%)
	Japanese Subsidiaries	8.0	10.6	+2.6	(+32.8%)	18.2	28.4	+10.2	(+55.9%)
	Overseas Subsidiaries	9.7	13.9	+4.1	(+42.6%)	22.6	37.0	+14.4	(+63.7%)
	Adjustment	▲ 14.3	▲ 20.4	-6.1		▲ 32.5	▲ 54.4	-21.9	
	Total	14.3	17.7	+3.4	(+23.7%)	35.2	49.5	+14.3	(+40.5%)
Operating Income	Toray	0.1	▲ 0.0	-0.1	(-)	▲ 2.3	1.6	+3.9	(-)
	Japanese Subsidiaries	0.1	0.1	-0.0	(-1.3%)	0.1	0.3	+0.1	(+92.9%)
	Overseas Subsidiaries	▲ 0.6	0.7	+1.3	(-)	▲ 1.4	0.8	+2.1	(-)
	Adjustment	▲ 0.2	▲ 0.0	+0.2		1.9	▲ 0.7	-2.5	
	Total	▲ 0.6	0.7	+1.4	(-)	▲ 1.7	2.0	+3.7	(-)



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.

3Q (Oct.-Dec.)

Sales / Income
Increased

In all the business areas and all the applications of aircraft, sports and industrial, demand continued to improve and sales volume expanded as a result of sales activities. At the same time, the company focused on recovery of the selling prices that had fallen due to loose supply and demand situation.

Nine-months (Apr.-Dec.)

Sales / Income
Increased

Sales and production volumes of carbon fiber and carbon fiber prepreg (carbon fiber sheet impregnated with epoxy resin) increased on the back of sustained recovery in demand in aircraft, sports and industrial applications. Sales of carbon fiber composite materials also expanded primarily in the IT field such as for PC chassis. At the same time, the company focused on recovery of the selling prices.

Details of the Sales of Carbon Fiber Composite Materials Segment

[Sales ratio by sub-segment]

Unit : Billion yen

	FY Mar/10 3Q (Oct.-Dec.)		FY Mar/11 3Q (Oct -Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Aircraft	6.7	47%	7.6	43%	+14%
Sports	2.6	18%	3.9	22%	+51%
Industrial	5.0	35%	6.2	35%	+22%
Total of Carbon Fiber Composite Materials	14.3		17.7		+24%

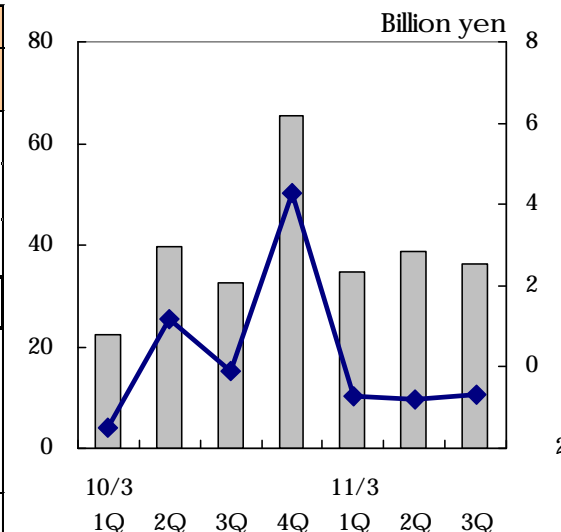
	FY Mar/10 Nine-months (Apr.-Dec.)		FY Mar/11 Nine-months (Apr.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Aircraft	14.1	40%	20.1	41%	+43%
Sports	6.8	19%	10.6	21%	+57%
Industrial	14.4	41%	18.8	38%	+30%
Total of Carbon Fiber Composite Materials	35.2		49.5		+41%

Business Results by Segment (Environment & Engineering)

Unit : Billion yen
Net Sales <Bar chart>

Operating Income <Line chart>

		3Q (Oct.-Dec.)				Nine-months (Apr.-Dec.)			
		FY Mar/10	FY Mar/11	Changes		FY Mar/10	FY Mar/11	Changes	
Net Sales	Toray	1.4	1.8	+0.4	(+27.5%)	4.5	7.3	+2.8	(+62.8%)
	Japanese Subsidiaries	30.0	33.6	+3.6	(+12.0%)	86.7	99.5	+12.9	(+14.9%)
	Overseas Subsidiaries	1.1	0.9	-0.3	(-25.4%)	3.2	2.8	-0.3	(-10.9%)
	Total	32.6	36.3	+3.7	(+11.3%)	94.3	109.7	+15.4	(+16.3%)
Operating Income	Toray	▲ 0.7	▲ 0.7	+0.0	(-)	▲ 2.1	▲ 2.4	-0.3	(-)
	Japanese Subsidiaries	0.8	0.1	-0.7	(-92.7%)	1.8	0.2	-1.6	(-89.1%)
	Overseas Subsidiaries	▲ 0.1	▲ 0.1	+0.0	(-)	▲ 0.6	▲ 0.1	+0.5	(-)
	Adjustment	▲ 0.1	0.0	+0.1		0.5	0.1	-0.4	
	Total	▲ 0.1	▲ 0.7	-0.6	(-)	▲ 0.4	▲ 2.2	-1.8	(-)



3Q (Oct.-Dec.)

Sales Increased / Income Decreased

- Toray** : Sales of reverse osmosis membranes expanded for large-scale overseas projects.
- Japanese Subsidiaries** : While a trading company expanded sales for machinery exports, performance of a construction subsidiary remained stagnant.
- Overseas Subsidiaries** : Sales of reverse osmosis membranes increased at a US subsidiary though impacted by the strong yen.

Nine-months (Apr.-Dec.)

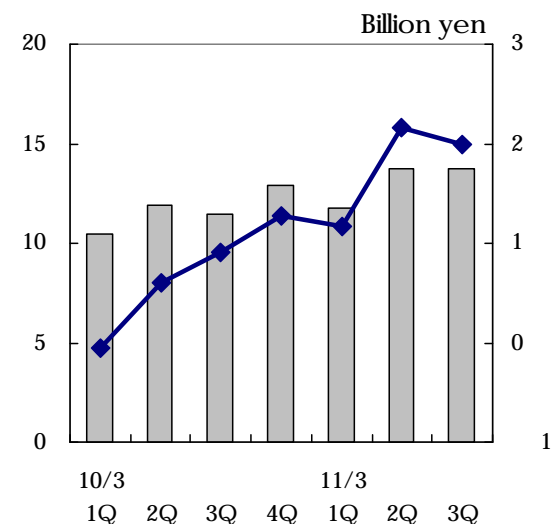
Sales Increased / Income Decreased

Sales of reverse osmosis membranes in the water treatment business continued to expand for large-scale overseas projects. Among Japanese subsidiaries, while a trading company increased its sales, performance of a construction subsidiary remained stagnant.

Business Results by Segment (Life Science)

Unit : Billion yen
 Net Sales <Bar chart>
 Operating Income <Line chart>

		3Q (Oct.-Dec.)				Nine-months (Apr.-Dec.)			
		FY Mar/10	FY Mar/11	Changes		FY Mar/10	FY Mar/11	Changes	
Net Sales	Toray	2.4	4.3	+1.8	(+76.3%)	6.8	10.9	+4.2	(+62.1%)
	Japanese Subsidiaries	8.8	9.3	+0.5	(+5.5%)	25.9	27.5	+1.7	(+6.5%)
	Overseas Subsidiaries	0.2	0.2	+0.0	(+1.4%)	1.2	0.8	-0.4	(-30.8%)
	Total	11.4	13.8	+2.3	(+20.4%)	33.8	39.3	+5.5	(+16.3%)
Operating Income	Toray	1.0	2.0	+1.0	(+92.0%)	1.0	4.5	+3.5	(+364.0%)
	Japanese Subsidiaries	0.1	0.1	±0.0	(±0.0%)	0.1	0.7	+0.6	(+444.1%)
	Overseas Subsidiaries	0.0	0.0	-0.0	(-38.9%)	0.1	0.1	-0.0	(-38.4%)
	Adjustment	▲ 0.3	▲ 0.1	+0.1		0.3	0.0	-0.2	
	Total	0.9	2.0	+1.1	(+121.3%)	1.5	5.3	+3.9	(+265.9%)



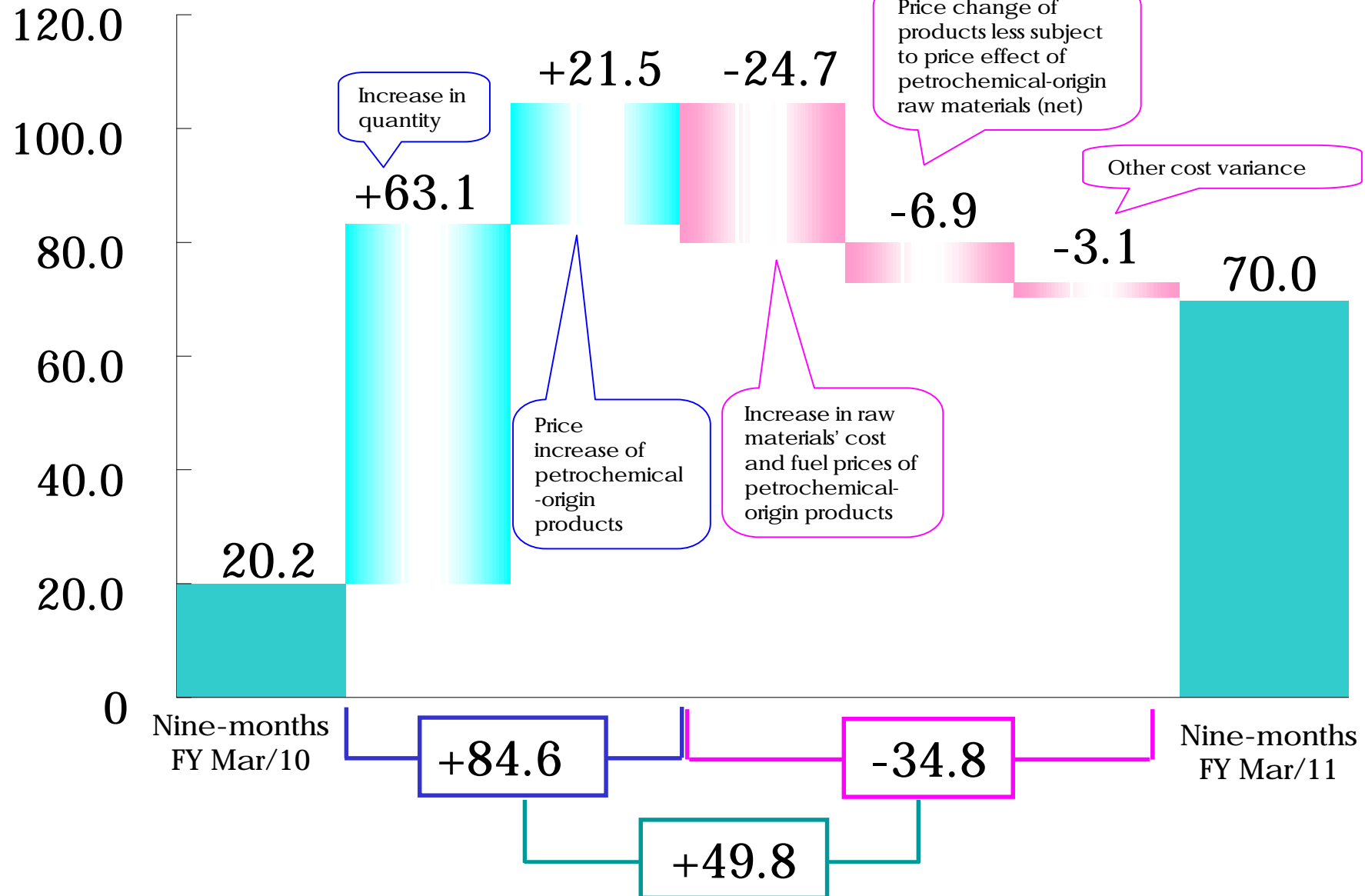
3Q (Oct.-Dec.) Sales / Income Increased

Sales volume of *Feron*, a natural interferon-beta preparation, increased following approval in Japan in October, 2009. REMITCH®, an oral anti-pruritus drug, also expanded its sales.

Nine-months (Apr.-Dec.) Sales / Income Increased
 Sales volumes of *Feron*, a natural interferon-beta preparation, and REMITCH®, an oral anti-pruritus drug, continued to increase. Among medical devices, shipment of *Toraymyxin*, a hemoperfusion absorption column for removing endotoxin, was strong in the period.

Income Variance Factor Analysis (Nine Months)

Billion yen



Results of Major Subsidiaries (Nine Months)

Billion yen

	Net Sales			Operating Income			
	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes	FY Mar/10 Nine-months (Apr.-Dec.)	FY Mar/11 Nine-months (Apr.-Dec.)	Changes	
Toray International Inc.	255.6	326.8	+71.2	4.8	5.5	+0.7	
Toray Engineering Co., Ltd.	59.5	50.1	-9.4	2.5	0.9	-1.7	
Toray Construction Co., Ltd.	26.0	19.9	-6.0	0.0	▲1.0	-1.0	
Toray Advanced Film Co., Ltd.	32.3	40.0	+7.7	1.7	3.0	+1.3	
Toray Medical Co., Ltd.	26.1	27.7	+1.6	0.1	0.7	+0.6	
TAK (Korea)	51.2	65.4	+14.2	5.0	11.4	+6.4	
TPM (Malaysia)	38.2	48.5	+10.3	1.4	2.3	+0.9	
Subsidiaries in Southeast Asia *1	Fibers & Textiles	56.0	67.3	+11.3	0.8	2.7	+1.9
	Plastics & Chemicals	43.0	56.5	+13.5	1.8	4.5	+2.7
	Others	4.9	5.5	+0.6	0.2	0.3	+0.2
	Total	103.8	129.2	+25.4	2.8	7.5	+4.7
Subsidiaries in China *2	Fibers & Textiles	72.0	80.3	+8.3	1.9	5.5	+3.6
	Plastics & Chemicals	27.2	35.3	+8.1	0.3	0.9	+0.6
	Others	6.5	8.5	+2.0	0.1	0.2	+0.1
	Total	105.6	124.1	+18.5	2.2	6.6	+4.4
Films Subsidiaries (Overseas) *3	Plastics & Chemicals	47.0	57.2	+10.2	1.8	6.0	+4.2
	IT-related Products	25.3	35.8	+10.4	2.6	7.1	+4.5
	Total	72.4	93.0	+20.6	4.5	13.1	+8.6

*1 : IIS, ETX, ISTEM, ACTEM, CENTEX, PFR, PAB-G, TIS, LTX, TITM, TPM sum total

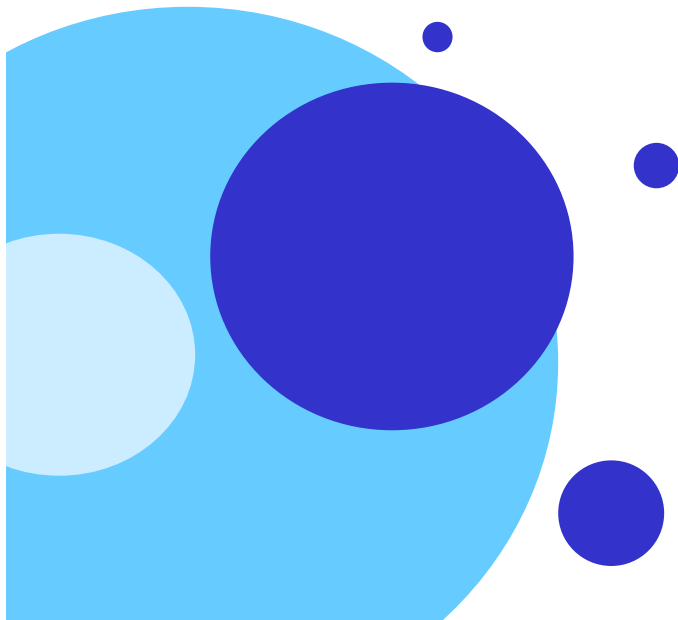
*2 : TFNL, TSD, TJQ, TPN, TCH, TSL, THK-G, TPCH-G, RKH/RKZ, TFH/TFZ, TBMC sum total

*3: TAK, PFR, TPA, TPEu, TFE, TFH/TFZ sum total

2Q vs. 3Q Comparison of Operating Income by Segment

Segment	Operating Income FY Mar/11 2Q → FY Mar/11 3Q () difference	Variance Factors
Fibers & Textiles	7.8 → 12.0 (+4.2)	<ul style="list-style-type: none"> • Shipment of seasonal products peaked at Japanese and overseas trading subsidiaries. • Fibers & textiles subsidiaries in China, ASEAN and Republic of Korea performed steadily.
Plastics & Chemicals	6.6 → 7.7 (+1.1)	<ul style="list-style-type: none"> • Sales expanded and proceeded price pass-ons at a plastic resins subsidiary in Malaysia and films subsidiaries.
IT-related Products	13.0 → 9.6 (-3.4)	<ul style="list-style-type: none"> • Films business at Toray parent, Japanese films processing subsidiary and Korean electric circuit materials subsidiary were impacted by the production adjustment of flat panel displays. Meanwhile, PET films for electronic components and thermal transfer ribbons performed strongly.
Carbon Fiber Composite Materials	1.3 → 0.7 (-0.6)	<ul style="list-style-type: none"> • Sales of all applications were steady reflecting the recovering demand while costs increased due to inspections of plant and start-up of new utility facilities.
Environment & Engineering	0.8 → 0.7 (+0.1)	<ul style="list-style-type: none"> • Sales remained weak at an engineering subsidiary
Life Science	2.2 → 2.0 (-0.2)	<ul style="list-style-type: none"> • Sales remained weak at a Japanese medical device subsidiary
Others	0.3 → 0.3 (-0.0)	
Adjustment	4.0 → 4.1 (-0.1)	
Consolidated	26.3 → 27.4 (+1.1)	

II. Business Forecast for the Fiscal Year Ending March 2011 (Consolidated Basis)



Forecast Summary

Billion yen

		FY Mar/10 Actual	FY Mar/11 Previous Forecast	FY Mar/11 New Forecast	Changes	Difference from FY Mar/11 Previous Forecast
Net Sales	1st Half	617.9	733.4	733.4	+115.4 (+18.7%)	-
	2nd Half	741.7	796.6	796.6	+54.9 (+7.4%)	-
	Total	1,359.6	1,530.0	1,530.0	+170.4 (+12.5%)	-
Operating Income	1st Half	5.5	42.5	42.5	+37.0 (+674.1%)	-
	2nd Half	34.6	40.5	53.5	+18.9 (+54.5%)	+13.0
	Total	40.1	83.0	96.0	+55.9 (+139.4%)	+13.0
Ordinary Income	1st Half	▲ 2.7	40.5	40.5	+43.1 (-)	-
	2nd Half	11.7	35.5	53.5	+41.9 (+358.2%)	+18.0
	Total	9.0	76.0	94.0	+85.0 (+943.7%)	+18.0
Net Income (Loss)	1st Half	▲ 6.3	24.9	24.9	+31.2 (-)	-
	2nd Half	▲ 7.8	17.1	29.1	+36.9 (-)	+12.0
	Total	▲ 14.2	42.0	54.0	+68.2 (-)	+12.0

Net Income(Loss) per Share	1st Half	4.5 yen	16.0 yen	16.0 yen
	2nd Half	5.6 yen	10.5 yen	17.8 yen
	Total	10.1 yen	26.4 yen	33.9 yen

Remarks : Estimated exchange rate : 80 yen / US\$ (January ~)
Estimated oil price : 90 US\$/ B (DU B AI FOB) (January ~)

Business Forecast by Segment

Billion yen

		FY Mar/10 Actual			FY Mar/11 Forecast			Changes		
		1st Half	2nd Half	Total	1st Half	2nd Half	Total	1st Half	2nd Half	Total
Net Sales	Fibers & Textiles	245.1	280.1	525.2	273.1	291.9	565.0	+28.0	+11.8	+39.8
	Plastics & Chemicals	153.7	179.0	332.7	186.5	193.5	380.0	+32.8	+14.5	+47.3
	IT-related Products	107.3	123.1	230.4	136.2	138.8	275.0	+28.9	+15.7	+44.6
	Carbon Fiber Composite Materials	21.0	29.7	50.7	31.9	36.1	68.0	+10.9	+6.4	+17.3
	Environment & Engineering	61.8	98.0	159.8	73.5	101.5	175.0	+11.7	+3.5	+15.2
	Life Science	22.3	24.3	46.7	25.5	26.5	52.0	+3.2	+2.2	+5.3
	Others	6.7	7.4	14.1	6.8	8.2	15.0	+0.1	+0.8	+0.9
	Consolidated	617.9	741.7	1,359.6	733.4	796.6	1,530.0	+115.4	+54.9	+170.4
Operating Income	Fibers & Textiles	2.8	13.6	16.3	13.6	18.5	32.0	+10.8	+4.9	+15.7
	Plastics & Chemicals	3.6	8.0	11.6	12.1	12.9	25.0	+8.5	+4.9	+13.4
	IT-related Products	7.4	17.6	25.0	21.3	20.7	42.0	+13.9	+3.1	+17.0
	Carbon Fiber Composite Materials	▲ 1.0	▲ 4.3	▲ 5.3	1.2	2.8	4.0	+2.3	+7.0	+9.3
	Environment & Engineering	▲ 0.3	4.2	3.9	▲ 1.5	4.5	3.0	-1.2	+0.4	-0.9
	Life Science	0.6	2.2	2.7	3.3	2.7	6.0	+2.8	+0.5	+3.3
	Others	0.1	0.7	0.9	0.4	0.6	1.0	+0.3	-0.1	+0.1
	Adjustment	▲ 7.6	▲ 7.4	▲ 14.9	▲ 7.8	▲ 9.2	▲ 17.0	-0.3	-1.8	-2.1
Consolidated	5.5	34.6	40.1	42.5	53.5	96.0	+37.0	+18.9	+55.9	

Forecast in Nov. vs. New Forecast Comparison of Operating Income Forecast by Segment

Billion yen

Segment	FY Mar/11 Operating Income Forecast in Nov.* → New Forecast () difference	Variance Factors
Fibers & Textiles	27.5 32.0 (+4.5)	<ul style="list-style-type: none"> • Productivity of garment business improves at Chinese subsidiary. • ASEAN fibers & textiles subsidiaries proceeds price pass-on measures to cope with the rise in raw materials prices actively.
Plastics & Chemicals	21.0 25.0 (+4.0)	<ul style="list-style-type: none"> • Sales increases at overseas films subsidiary and plastic resins subsidiary in Malaysia and proceeds price pass-on measures to cope with the rise in raw materials prices actively.
IT-related Products	38.0 42.0 (+4.0)	<ul style="list-style-type: none"> • Whole demand is stronger than expected from the 3Q. • Income is expected to increase over the previous forecast as a result of cost reduction efforts at Korean films subsidiary.
Carbon Fiber Composite Materials	1.0 4.0 (+3.0)	<ul style="list-style-type: none"> • As a whole, focus on improving selling prices while sales expand. • As for overseas subsidiaries, sales of pressure vessels and other industrial applications increase, and global operational shipment toward Asia expands.
Environment & Engineering	4.0 3.0 (-1.0)	<ul style="list-style-type: none"> • Engineering business and water-treatment business is expected to remain weak.
Life Science	6.0 6.0 (± 0.0)	<ul style="list-style-type: none"> • Mostly in line with the forecast.
Others	1.5 1.0 (-0.5)	<ul style="list-style-type: none"> • Mostly in line with the forecast.
Adjustment	16.0 17.0 (-1.0)	<p>* Forecast in Nov. refers to the previous business announcement for the 2Q of FY Mar/11 on November 4, 2010.</p>
Consolidated	83.0 96.0 (+13.0)	

Descriptions of predicted business results, projections, and business plans for the Fiscal Year ending March 2011 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.