



Innovation by Chemistry

August 6, 2008

**Business Results Announcement
for the First Quarter of
Fiscal Year Ending March 2009**

Toray Industries, Inc.

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**I. Business Results for the
1Q of Fiscal Year
Ending March 2009
(Consolidated Basis)**

Summary (Profits)

Unit : Billion yen

| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes |
|--|-----------------|-----------------|-----------------|
| Net Sales | 385.8 | 387.4 | +1.6 (+0.4%) |
| Cost of Sales | 308.1 | 314.9 | +6.9 (+2.2%) |
| Gross Profit | 77.7 | 72.5 | - 5.3 (-6.8%) |
| (Gross Profit to Net Sales) | 20.1% | 18.7% | - 1.4 points |
| Operating Income | 19.5 | 13.2 | - 6.3 (-32.3%) |
| (Operating Income to Net Sales) | 5.1% | 3.4% | - 1.6 points |
| Non-operating Income and Expenses, net | ▲ 0.8 | ▲ 0.8 | - 0.0 |
| Ordinary Income | 18.8 | 12.5 | - 6.3 (-33.6%) |
| Special Credits and Charges, net | 0.5 | ▲ 3.2 | - 3.7 |
| Income before Income Taxes | 19.3 | 9.3 | - 10.0 (-51.8%) |
| Net Income | 10.2 | 4.4 | -5.8 (-56.9%) |

Exchange Rate

<Yen/US\$>

(08/3 1Q → 09/3 1Q)

Average: 120.8 → 104.6

End of the term: 123.3 → 106.4

<Yen/Euro>

(08/3 1Q → 09/3 1Q)

Average: 162.7 → 163.4

End of the term: 165.6 → 168.1

Oil Price

<US\$/B> (DUBAI FOB)

(08/3 1Q → 09/3 1Q)

Average: 64.8 → 116.8

*Consolidated business results are the sums of Apr. – Jun. business results in companies whose FY ends on March 31 and Jan. – Mar. business results in companies whose FY ends on December 31.

Non-operating Income and Expenses

Billion yen

| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | Comments |
|--|-----------------|-----------------|---------|----------|
| Non-operating Income | 4.1 | 4.6 | +0.5 | |
| Interest and Dividend Income | 1.4 | 1.5 | +0.1 | |
| Equity in Earnings of Affiliates | 1.1 | 1.7 | +0.5 | |
| Others | 1.5 | 1.4 | -0.1 | |
| Non-operating Expenses | ▲ 4.8 | ▲ 5.4 | -0.5 | |
| Interest Expenses | ▲ 2.6 | ▲ 2.6 | -0.0 | |
| Others | ▲ 2.2 | ▲ 2.7 | -0.5 | |
| Non-operating Income and Expenses, net | ▲ 0.8 | ▲ 0.8 | -0.0 | |
| Interest and Dividend Income, Interest Expenses, net | ▲ 1.2 | ▲ 1.1 | +0.1 | |
| Other Income and Expenses, net | ▲ 0.7 | ▲ 1.3 | -0.6 | |

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

Special Credits and Charges

Billion yen

| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | Comments |
|--|-----------------|-----------------|---------|---|
| Special Credits | 1.8 | 2.1 | +0.3 | |
| Gain on Sales of Property, Plant and Equipment | 0.1 | 0.4 | +0.4 | |
| Gain on Sales of Investment Securities | 1.8 | 1.7 | -0.1 | Gain on sales of insignificant stocks |
| Others | 0.0 | 0.0 | +0.0 | |
| Special Charges | ▲ 1.3 | ▲ 5.3 | -3.9 | |
| Loss on Sales and Disposal of Property, Plant and Equipment | ▲ 0.8 | ▲ 0.9 | -0.1 | |
| Loss on Write-down of Investment Securities | - | ▲ 0.0 | -0.0 | |
| Loss on Liquidation and Devaluation of Subsidiaries and Affiliated Companies | - | ▲ 2.8 | -2.8 | Loss on integration of subsidiaries |
| Loss on Valuation of Inventories | - | ▲ 1.2 | -1.2 | Loss generated by changes in the accounting standards |
| Others | ▲ 0.5 | ▲ 0.4 | +0.2 | |
| Special Credits and Charges, net | 0.5 | ▲ 3.2 | -3.7 | |

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

Summary (Financial Position)

Billion yen

| | End of Mar/08 | End of Jun/08 | Changes | Comments |
|------------------------------|---------------|----------------|---------|--|
| Total Assets | 1,698.2 | 1,665.3 | -32.9 | |
| Current Assets | 733.2 | 718.4 | -14.8 | Decrease of notes receivable and accounts receivable, etc. |
| Tangible Assets | 681.0 | 654.7 | -26.3 | Decrease of capital expenditures, etc. |
| Intangible Assets | 14.9 | 11.3 | -3.6 | |
| Investments and Other Assets | 269.2 | 281.0 | +11.8 | |

| | End of Mar/08 | End of Jun/08 | Changes | Comments |
|--------------------------------------|---------------|----------------|---------|----------|
| Total Liabilities | 1,056.1 | 1,051.1 | -4.9 | |
| Current Liabilities | 544.9 | 538.4 | -6.5 | |
| Other Liabilities | 511.1 | 512.7 | +1.6 | |
| Total Net Assets | 642.2 | 614.2 | -27.9 | |
| Interest-bearing Debts* ₁ | 591.2 | 622.8 | +31.7 | |
| D/E ratio* ₂ | 1.00 | 1.10 | +0.10 | |

*1 End of Jun/08 figure includes lease obligation

*2 Interest-bearing Debts / Shareholders' Equity

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

Capital Expenditures, Depreciation



Billion yen

| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | Comments |
|----------------------------|-----------------|-----------------|---------|---|
| Capital Expenditures | 28.0 | 15.8 | -12.2 | Toray : 2.9, Japan : 1.4, Overseas : 11.5 |
| Depreciation -) | 20.5 | 20.1 | -0.4 | Toray : 9.4, Japan : 2.8, Overseas : 8.0 |
| Transfer, Disposal, etc. | 5.3 | ▲ 21.9 | -27.2 | |
| Changes in Tangible Assets | 12.8 | ▲ 26.3 | | |

Major Capital Expenditures :

<Carbon Fiber Composite Materials>

SOFICAR (France) : Carbon fiber production facilities

CFA (US) : Carbon fiber production facilities

Results by Business Segment

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Billion yen

| | Net Sales | | | Operating Income | | |
|---|-----------------|-----------------|---------------|------------------|-----------------|---------------|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes |
| Fibers & Textiles | 154.0 | 145.0 | -9.0 (-5.9%) | 3.9 | 3.1 | -0.8 (-20.5%) |
| Plastics & Chemicals | 98.1 | 106.8 | +8.7 (+8.9%) | 4.2 | 3.5 | -0.6 (-15.0%) |
| IT-related Products | 66.4 | 62.3 | -4.1 (-6.1%) | 6.1 | 3.6 | -2.6 (-41.9%) |
| Carbon Fiber Composite Materials | 19.3 | 19.7 | +0.4 (+2.0%) | 3.8 | 3.3 | -0.4 (-11.8%) |
| Environment & Engineering | 32.9 | 38.6 | +5.7 (+17.5%) | 1.1 | ▲ 0.7 | -1.8 (-) |
| Life Science & Other Businesses | 15.2 | 15.0 | -0.2 (-1.2%) | 0.9 | 0.1 | -0.7 (-85.5%) |
| (Pharmaceuticals and Medical Products) | 10.3 | 10.4 | +0.2 (+1.7%) | 0.1 | ▲ 0.6 | -0.8 (-) |
| Total | 385.8 | 387.4 | +1.6 (+0.4%) | 20.0 | 13.0 | -7.0 (-35.1%) |
| Elimination & Corporate | | | | ▲ 0.4 | 0.3 | +0.7 |
| Consolidated | 385.8 | 387.4 | +1.6 (+0.4%) | 19.5 | 13.2 | -6.3 (-32.3%) |

Results by Business Segment (Fibers and Textiles)



Billion yen

| | Net Sales | | | Operating Income | | | Comments |
|-----------------------|-----------------|-----------------|--------------|------------------|-----------------|---------------|--|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | |
| Toray | 30.2 | 28.3 | -1.9 (-6.4%) | 1.3 | 0.2 | -1.1 (-87.6%) | Price increase and shift to high value-added products did not fully cover the cost increase related to rapid and steep rise in raw materials and fuel prices. Also, adjustment of production was proceeded to promote price increase. In total, sales and income decreased. |
| Japanese Subsidiaries | 73.4 | 68.1 | -5.3 (-7.2%) | 2.2 | 2.1 | -0.1 (-5.1%) | Despite steady apparel business for a major SPA at trading subsidiaries, total sales and income decreased due to reforms of unprofitable businesses and profit deterioration of exports stemming from strong yen, etc. |
| Overseas Subsidiaries | 50.3 | 48.5 | -1.8 (-3.6%) | 0.8 | 0.9 | +0.1 (+12.3%) | Sales decreased because sales of polyester/cotton blended textiles in Malaysia and Thailand, and filament textiles in UK declined. Though cost increased due to steep rise in raw materials and fuel prices, man-made suede business in Europe and fibers & textiles for airbags in Thailand performed strongly and income increased slightly. |
| Adjustment | | | | ▲ 0.3 | ▲ 0.0 | +0.3 | |
| Total | 154.0 | 145.0 | -9.0 (-5.9%) | 3.9 | 3.1 | -0.8 (-20.5%) | |

<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)



Billion yen

| | Net Sales | | | Operating Income | | | Comments |
|-----------------------|-----------------|-----------------|---------------|------------------|-----------------|---------------|---|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | |
| Toray | 22.8 | 23.1 | +0.3 (+1.3%) | 0.8 | ▲ 0.4 | -1.2 (-) | Sales increased through steady automobile applications in plastic resins business and sales expansion for solar cells and hybrid car capacitors in films business. While income decreased due to the steep rise in raw materials and fuel prices and increased costs derived from periodic maintenance of facilities for ABS resin production, etc. |
| Japanese Subsidiaries | 33.8 | 40.0 | +6.1 (+18.2%) | 2.4 | 2.9 | +0.5 (+21.3%) | Sales and income increased through sales expansion at trading subsidiaries and steady business at a fine chemicals-related subsidiary. |
| Overseas Subsidiaries | 41.6 | 43.7 | +2.2 (+5.2%) | 1.0 | 0.7 | -0.2 (-24.7%) | Sales increased through start-up of operation of new production facilities for ABS resin at resins subsidiary in Malaysia and sales expansion at films subsidiary in Korea. However, income decreased due to the effect of steep rise in raw materials and fuel prices at subsidiaries in Europe, US, and Asia. |
| Adjustment | | | | 0.1 | 0.4 | +0.3 | |
| Total | 98.1 | 106.8 | +8.7 (+8.9%) | 4.2 | 3.5 | -0.6 (-15.0%) | |

<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)

Billion yen

| | Net Sales | | | Operating Income | | | Comments |
|-----------------------|-----------------|-----------------|---------------|------------------|-----------------|---------------|---|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | |
| Toray | 28.8 | 29.8 | +1.0 (+3.3%) | 3.7 | 2.1 | -1.5 (-41.7%) | Sales increased through sales growth in PET films for flat panel displays and LCD color filters, etc. However, income decreased due to sluggish circuit materials business and graphic materials business as well as the steep rise in raw materials and fuel prices and increased costs derived from periodic maintenance of some facilities for films production. |
| Japanese Subsidiaries | 19.1 | 15.3 | -3.8 (-19.7%) | 2.0 | 0.7 | -1.3 (-63.2%) | Sales and income decreased mainly due to decrease of sales of LCD manufacturing equipment at an IT-related machinery subsidiary. |
| Overseas Subsidiaries | 18.5 | 17.2 | -1.3 (-6.9%) | 0.3 | 0.6 | +0.2 (+78.0%) | Sales decreased due to decrease of sales of magnetic materials at a Korean films subsidiary. While income increased mainly through sales growth at Korean circuit-materials subsidiary. |
| Adjustment | | | | 0.1 | 0.1 | -0.0 | |
| Total | 66.4 | 62.3 | -4.1 (-6.1%) | 6.1 | 3.6 | -2.6 (-41.9%) | |

<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)

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Billion yen

| | Net Sales | | | Operating Income | | | Comments |
|-----------------------|-----------------|-----------------|---------------|------------------|-----------------|---------------|---|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | |
| Toray | 16.1 | 12.3 | -3.7 (-23.2%) | 1.9 | 0.9 | -1.0 (-51.8%) | Businesses were steady in aircraft applications, bicycle use in sports applications, and export of high-performance carbon fibers to Europe in industrial applications. Meanwhile, sales decreased due to some special factors such as decrease of machinery shipment which existed in the same period of the previous year, decrease of some industrial applications whose shipment concentrated in the same period of the previous year, effects of strong yen, and adjustment in shipment for PC chassis which was affected by the great Sichuan earthquake. With other effects of steep rise in raw materials and fuel prices, increase of depreciation cost accompanying the new production facility of carbon fibers which started operation in January 2008, etc., income decreased. |
| Japanese Subsidiaries | 11.1 | 9.8 | -1.3 (-11.7%) | 0.1 | 0.1 | -0.0 (-11.7%) | Sales decreased due to the effect of strong yen. |
| Overseas Subsidiaries | 15.2 | 18.1 | +2.9 (+19.1%) | 2.1 | 1.6 | -0.5 (-22.8%) | Sales increased through strong performance in aircraft and industrial applications. However, income decreased due to the effect of the steep rise in raw materials and fuel prices, and increase of depreciation cost accompanying the facility in Europe which started operation in August 2007. |
| Adjustment | ▲ 23.1 | ▲ 20.6 | +2.5 | ▲ 0.3 | 0.7 | +1.0 | |
| Total | 19.3 | 19.7 | +0.4 (+2.0%) | 3.8 | 3.3 | -0.4 (-11.8%) | |

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)

Billion yen

| | Net Sales | | | Operating Income | | | Comments |
|-----------------------|-----------------|-----------------|---------------|------------------|-----------------|---------------|---|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | |
| Toray | 2.0 | 1.7 | -0.3 (-16.2%) | 0.0 | ▲ 0.5 | -0.5 (-) | Orders for RO membranes and MBRs increased favorably mainly for Europe, US, and the Mideast, and home water purifiers performed strongly. However, total sales and income decreased due to construction delay of large-scale projects, the effect of strong yen as well as cost increase involved in business expansion, etc. |
| Japanese Subsidiaries | 30.9 | 36.4 | +5.5 (+17.8%) | 1.4 | 0.1 | -1.3 (-94.3%) | Businesses were steady at construction subsidiary. As for engineering subsidiary and water-treatment engineering subsidiary, sales and income decreased due to fewer construction works compared to the previous year. While export of machinery increased at a trading subsidiary, and in total, sales increased and income decreased. |
| Overseas Subsidiaries | 0.0 | 0.6 | +0.6 (-) | ▲ 0.1 | ▲ 0.2 | -0.1 (-) | |
| Adjustment | | | | ▲ 0.2 | ▲ 0.1 | +0.1 | |
| Total | 32.9 | 38.6 | +5.7 (+17.5%) | 1.1 | ▲ 0.7 | -1.8 (-) | |

<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)



Billion yen

| | Net Sales | | | Operating Income | | | Comments |
|---|-----------------|-----------------|---------------|------------------|-----------------|---------------|--|
| | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | 1Q FY Mar/08 | 1Q FY Mar/09 | Changes | |
| Toray | 1.9 | 1.6 | -0.3 (-18.0%) | ▲ 0.3 | ▲ 0.7 | -0.3 (-) | <p>Pharmaceuticals and Medical Products Amidst severe market conditions such as decline in sales price caused by NHI drug price revision and reimbursement price reduction, and tough market competition, sales of artificial kidney increased. In total, sales remained largely unchanged. However, income decreased due to the decline in sales prices.</p> <p>Others As a whole, businesses were steady. Analytical business in the pharmaceuticals area at analytical service subsidiary performed well.</p> |
| Japanese Subsidiaries | 12.8 | 12.9 | +0.1 (+0.7%) | 0.8 | 0.7 | -0.2 (-18.7%) | |
| Overseas Subsidiaries | 0.4 | 0.5 | +0.1 (+17.9%) | 0.0 | 0.1 | +0.0 (+44.2%) | |
| Adjustment | | | | 0.3 | 0.0 | -0.3 | |
| Total | 15.2 | 15.0 | -0.2 (-1.2%) | 0.9 | 0.1 | -0.7 (-85.5%) | |
| (Pharmaceuticals & Medical Products Included) | 10.3 | 10.4 | +0.2 (+1.7%) | 0.1 | ▲ 0.6 | -0.8 (-) | |

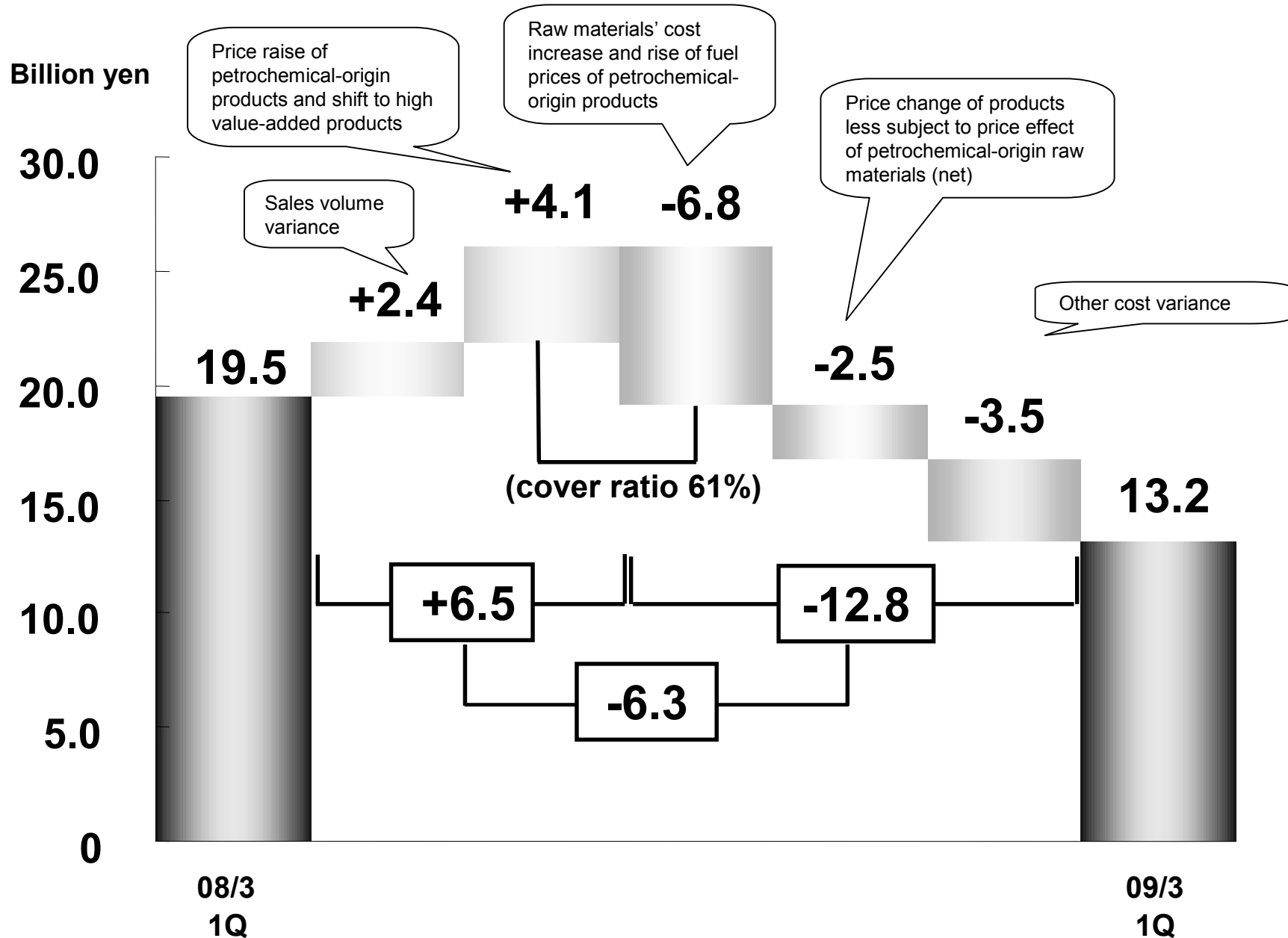
<Major Subsidiaries>

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

Income Variance Factor Analysis



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

Forecast Summary

Billion yen

| | | FY Mar/08 Actual | FY Mar/09 <Previous Forecast> | FY Mar/09 <Revised Forecast> | Changes | FY Mar/09 <Difference from Previous Forecast> |
|------------------|--------------|---------------------|-------------------------------------|------------------------------------|-----------------------|--|
| Net Sales | 1st Half | 802.3 | 790.0 | 790.0 | -12.3 (-1.5%) | — |
| | 2nd Half | 847.3 | 910.0 | 910.0 | +62.7 (+7.4%) | — |
| | Total | 1,649.7 | 1,700.0 | 1,700.0 | +50.3 (+3.1%) | — |
| Operating Income | 1st Half | 44.0 | 31.0 | 25.0 | -19.0 (-43.2%) | -6.0 |
| | 2nd Half | 59.4 | 64.0 | 50.0 | -9.4 (-15.8%) | -14.0 |
| | Total | 103.4 | 95.0 | 75.0 | -28.4 (-27.5%) | -20.0 |
| Ordinary Income | 1st Half | 41.9 | 26.0 | 22.0 | -19.9 (-47.5%) | -4.0 |
| | 2nd Half | 49.6 | 60.0 | 48.0 | -1.6 (-3.2%) | -12.0 |
| | Total | 91.5 | 86.0 | 70.0 | -21.5 (-23.5%) | -16.0 |
| Net Income | 1st Half | 23.0 | 12.0 | 7.0 | -16.0 (-69.6%) | -5.0 |
| | 2nd Half | 25.1 | 32.0 | 23.0 | -2.1 (-8.3%) | -9.0 |
| | Total | 48.1 | 44.0 | 30.0 | -18.1 (-37.6%) | -14.0 |

Estimated exchange rate : 105 yen / US\$ (July~)
Estimated oil price : 125 US\$/ B (DUBAI FOB) (July~)

Forecast by Business Segment

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Billion yen

| | | Net Sales | | | | Operating Income | | | | Difference from FY Mar/09 Previous Forecast | |
|--|----------|----------------|----------------|---------|----------|------------------|--------------|---------|-----------|---|---------------------|
| | | FY Mar/08 | FY Mar/09 | Changes | (%) | FY Mar/08 | FY Mar/09 | Changes | (%) | Net Sales | Operating Income |
| Fibers & Textiles | 1st Half | 320.9 | 295.0 | -25.9 | (-8.1%) | 10.0 | 5.0 | -5.0 | (-50.0%) | -10.0 | -2.0 |
| | 2nd Half | 316.4 | 325.0 | +8.6 | (+2.7%) | 11.4 | 7.0 | -4.4 | (-38.4%) | - | -5.0 |
| | Total | 637.3 | 620.0 | -17.3 | (-2.7%) | 21.4 | 12.0 | -9.4 | (-43.8%) | -10.0 | -7.0 |
| Plastics & Chemicals | 1st Half | 199.4 | 220.0 | +20.6 | (+10.3%) | 9.0 | 6.5 | -2.5 | (-27.4%) | +20.0 | -0.5 |
| | 2nd Half | 204.6 | 230.0 | +25.4 | (+12.4%) | 11.8 | 10.5 | -1.3 | (-10.7%) | +15.0 | -1.5 |
| | Total | 404.0 | 450.0 | +46.0 | (+11.4%) | 20.7 | 17.0 | -3.7 | (-17.9%) | +35.0 | -2.0 |
| IT-related Products | 1st Half | 138.7 | 125.0 | -13.7 | (-9.9%) | 12.8 | 8.0 | -4.8 | (-37.4%) | -10.0 | -1.5 |
| | 2nd Half | 145.0 | 155.0 | +10.0 | (+6.9%) | 17.0 | 15.0 | -2.0 | (-11.6%) | -10.0 | -3.0 |
| | Total | 283.7 | 280.0 | -3.7 | (-1.3%) | 29.8 | 23.0 | -6.8 | (-22.7%) | -20.0 | -4.5 |
| Carbon Fiber Composite Materials | 1st Half | 39.9 | 40.0 | +0.1 | (+0.3%) | 8.2 | 5.0 | -3.2 | (-38.8%) | - | -2.0 |
| | 2nd Half | 43.7 | 50.0 | +6.3 | (+14.4%) | 9.9 | 9.0 | -0.9 | (-9.4%) | -5.0 | -2.0 |
| | Total | 83.6 | 90.0 | +6.4 | (+7.7%) | 18.1 | 14.0 | -4.1 | (-22.6%) | -5.0 | -4.0 |
| Environment & Engineering | 1st Half | 71.1 | 80.0 | +8.9 | (+12.5%) | 2.5 | 0.0 | -2.5 | (-100.0%) | +5.0 | - |
| | 2nd Half | 102.1 | 115.0 | +12.9 | (+12.6%) | 7.3 | 7.0 | -0.3 | (-4.1%) | +5.0 | -0.5 |
| | Total | 173.2 | 195.0 | +21.8 | (+12.6%) | 9.8 | 7.0 | -2.8 | (-28.2%) | +10.0 | -0.5 |
| Life Science & Other Businesses | 1st Half | 32.3 | 30.0 | -2.3 | (-7.0%) | 2.4 | 1.0 | -1.4 | (-59.1%) | -5.0 | -1.0 |
| | 2nd Half | 35.5 | 35.0 | -0.5 | (-1.5%) | 3.9 | 3.0 | -0.9 | (-22.2%) | -5.0 | -2.0 |
| | Total | 67.8 | 65.0 | -2.8 | (-4.1%) | 6.3 | 4.0 | -2.3 | (-36.5%) | -10.0 | -3.0 |
| (Pharmaceuticals & Medical Products Included) | 1st Half | 22.4 | 22.0 | -0.4 | (-1.6%) | 0.8 | 0.0 | -0.8 | (-100.0%) | -3.0 | -0.5 |
| | 2nd Half | 26.0 | 26.0 | +0.0 | (+0.0%) | 1.9 | 2.0 | +0.1 | (+2.9%) | -4.0 | -1.0 |
| | Total | 48.4 | 48.0 | -0.4 | (-0.7%) | 2.8 | 2.0 | -0.8 | (-28.1%) | -7.0 | -1.5 |
| Elimination & Corporate | 1st Half | | | | | ▲ 0.8 | ▲ 0.5 | +0.3 | | | +1.0 |
| | 2nd Half | | | | | ▲ 1.8 | ▲ 1.5 | +0.3 | | | - |
| | Total | | | | | ▲ 2.5 | ▲ 2.0 | +0.5 | | | +1.0 |
| Consolidated | 1st Half | 802.3 | 790.0 | -12.3 | (-1.5%) | 44.0 | 25.0 | -19.0 | (-43.2%) | - | -6.0 |
| | 2nd Half | 847.3 | 910.0 | +62.7 | (+7.4%) | 59.4 | 50.0 | -9.4 | (-15.8%) | - | -14.0 |
| | Total | 1,649.7 | 1,700.0 | +50.3 | (+3.1%) | 103.4 | 75.0 | -28.4 | (-27.5%) | - | -20.0 |

Operating Income Comparison with Previous Forecast by Business Segment

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| Business Segment | Full-year Operating Income Previous Forecast → Revised Forecast () difference [Billion yen] | Reasons for revision |
|----------------------------------|---|---|
| Fibers & Textiles | 19.0 → 12.0 (-7.0) | <ul style="list-style-type: none"> Although we continue price increase and shift to high value-added products to cope with rapid and unexpected steep rise in raw materials and fuel prices, we forecast that it will be difficult to fully cover cost increase during the current fiscal year |
| Plastics & Chemicals | 19.0 → 17.0 (-2.0) | |
| IT-related Products | 27.5 → 23.0 (-4.5) | <ul style="list-style-type: none"> Demand for flat panel displays and electronic components is estimated to become lower than our initial forecast The cost is estimated to become higher than our initial forecast due to the steep rise in raw materials and fuel prices |
| Carbon Fiber Composite Materials | 18.0 → 14.0 (-4.0) | <ul style="list-style-type: none"> The cost is estimated to become higher than our initial forecast due to the steep rise in raw materials and fuel prices Demand growth in part of sports applications is estimated to be slower due to economic slowdown We take into consideration further influence of delay in B787 |
| Environment & Engineering | 7.5 → 7.0 (-0.5) | <ul style="list-style-type: none"> We expect cost increase accompanying rapid business expansion of RO membranes and MBRs |
| Life Science & Other Businesses | 7.0 → 4.0 (-3.0) | <ul style="list-style-type: none"> Sales volume of pharmaceuticals is estimated to be smaller than our initial forecast due to severe market competition Royalty revenues are estimated to be less than expected in the initial forecast |
| Elimination & Corporate | ▲3.0 → ▲2.0 (+1.0) | |
| Consolidated | 95.0 → 75.0 (-20.0) | |

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.