

**August 4, 2011**

**Announcement of Consolidated Results  
For the First Quarter Ended June 30, 2011**



**Toray Industries, Inc.**

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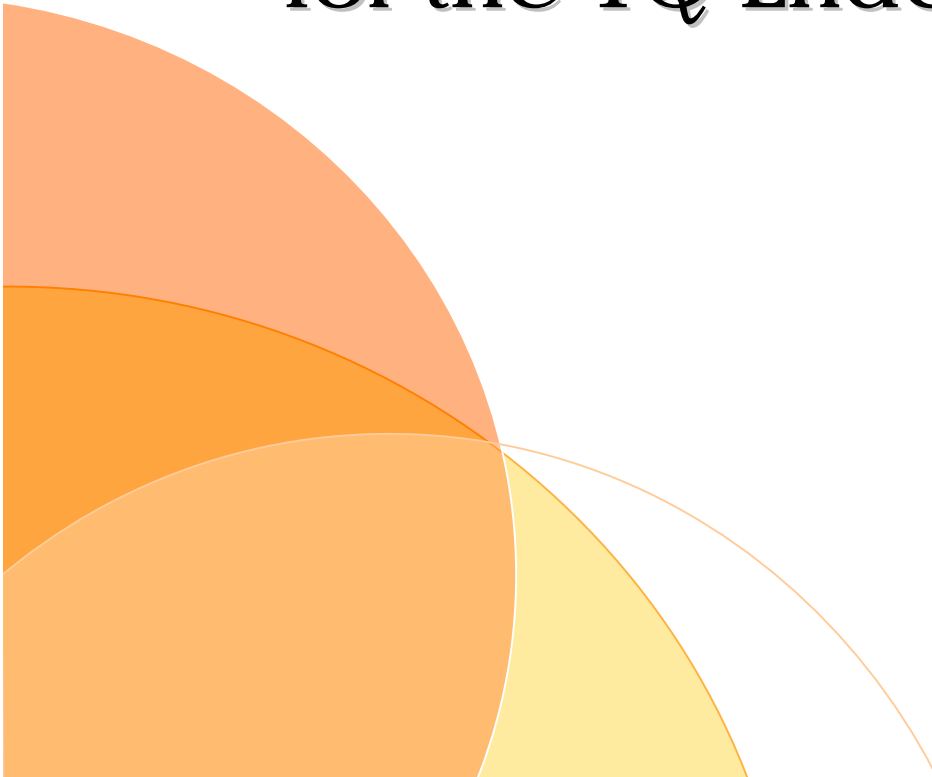
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# I. Consolidated Business Results for the 1Q Ended June 30, 2011



# Summary of Consolidated Business Results for the 1Q Ended June 30, 2011



Unit : Billion yen

	FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	350.4	374.8	+24.5	(+7.0%)
Cost of Sales	282.9	294.8	+11.8	(+4.2%)
Gross Profit	67.4	80.1	+12.6	(+18.7%)
(Gross Profit to Net Sales)	19.2%	21.4%	+2.1	points
Operating Income	16.2	27.3	+11.1	(+68.2%)
(Operating Income to Net Sales)	4.6%	7.3%	+2.6	points
Non-operating Income and Expenses, net	▲ 1.7	1.8	+3.5	
Ordinary Income	14.5	29.1	+14.5	(+100.0%)
Special Credits and Charges, net	▲ 3.3	▲ 0.7	+2.6	
Income before Income Taxes	11.2	28.3	+17.1	(+152.4%)
Net Income	8.6	17.8	+9.1	(+105.5%)

## Exchange Rate

<Yen/US\$>

FY Mar/11 1Q → FY Mar/12 1Q  
1Q Average: 92.0 → 81.7  
End of the term: 88.5 → 80.7

<Yen/Euro>

FY Mar/11 1Q → FY Mar/12 1Q  
1Q Average: 117.0 → 117.4  
End of the term: 107.8 → 116.8

## Oil Price

<US\$/B> (DUBAI FOB)

FY Mar/11 1Q → FY Mar/12 1Q  
1Q Average: 78.1 → 110.7

\*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

	FY Mar/11 1Q	FY Mar/12 1Q	Changes
Non-operating Income	4.8	4.5	-0.4
Interest and Dividend Income	1.2	1.3	+0.1
Equity in Earnings of Affiliates	2.1	1.8	-0.3
Others	1.5	1.3	-0.2
Non-operating Expenses	▲ 6.5	▲ 2.6	+3.9
Interest Expenses	▲ 1.8	▲ 1.4	+0.4
Others	▲ 4.7	▲ 1.3	+3.5
Non-operating Income and Expenses, net	▲ 1.7	1.8	+3.5
Interest and Dividend Income, Interest Expenses, net	▲ 0.6	▲ 0.1	+0.5

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

# Special Credits and Charges

Billion yen

	FY Mar/11 1Q	FY Mar/12 1Q	Changes
<b>Special Credits</b>	1.6	0.0	-1.6
Gain on Sales of Property, Plant and Equipment	0.1	0.0	-0.0
Gain on Sales of Investment Securities	1.6	0.0	-1.6
<b>Special Charges</b>	▲ 4.9	▲ 0.8	+4.1
Loss on Sales and Disposal of Property, Plant and Equipment	▲ 0.6	▲ 0.3	+0.3
Loss on Disaster	-	▲ 0.3	-0.3
Loss on Write-down of Investment Securities	▲ 2.8	▲ 0.1	+2.8
Loss on Adjustment for Changes of Accounting Standards for Asset Retirement Obligations	▲ 1.4	-	+1.4
Others	▲ 0.1	▲ 0.1	-0.0
<b>Special Credits and Charges, net</b>	▲ 3.3	▲ 0.7	+2.6

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

# Assets, Liabilities and Net Assets

Billion yen

	End of Mar/11	End of Jun/11	Changes
<b>Total Assets</b>	<b>1,567.5</b>	<b>1,589.9</b>	<b>+22.4</b>
Current Assets	724.1	742.9	+18.8
Tangible Assets	531.6	536.2	+4.6
Intangible Assets	9.3	9.6	+0.3
Investment and Other Assets	302.5	301.2	-1.3

	End of Mar/11	End of Jun/11	Changes
<b>Total Liabilities</b>	<b>926.5</b>	<b>928.8</b>	<b>+2.3</b>
Current Liabilities	503.0	509.8	+6.8
Other Liabilities	423.5	419.0	-4.5
<b>Total Net Assets</b>	<b>641.0</b>	<b>661.1</b>	<b>+20.2</b>
<b>Interest-bearing Debts</b>	<b>493.5</b>	<b>507.8</b>	<b>+14.3</b>
<b>D/E Ratio</b>	<b>0.83</b>	<b>0.83</b>	<b>-0.00</b>

# Capital Expenditures, Depreciation and R&D Expenses

Billion yen

	FY Mar/11 1Q	FY Mar/12 1Q	Changes	Comments
Capital Expenditures	8.2	9.3	+1.0	Toray : 2.0, Japan : 1.8, Overseas : 5.5
Depreciation -)	17.0	16.0	-1.0	Toray : 8.1, Japan : 2.1, Overseas : 5.9
Transfer, Disposal, etc.	▲ 4.1	11.3	+15.5	
Changes in Tangible Assets	▲ 12.9	4.6		
R&D Expenses	11.1	12.2	+1.0	

## Major Capital Expenditures:

<Toray> : Carbon fiber production facilities

<Overseas> TAK (Toray Advanced Materials Korea Inc.)

: Optical polyester (PET) film production facilities (Republic of Korea)



# Net Sales and Operating Income by Segment

Innovation by Chemistry

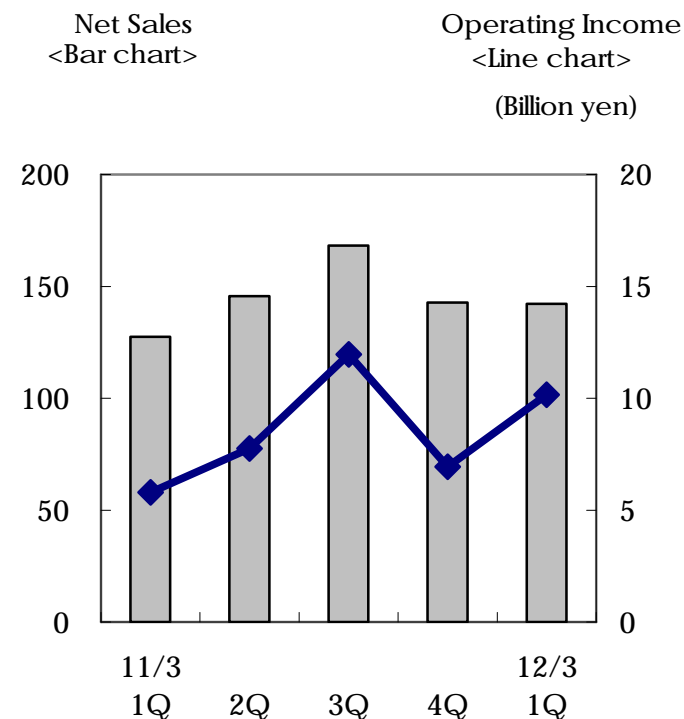
Unit : Billion yen

	Net Sales			Operating Income		
	FY Mar/11 1Q	FY Mar/12 1Q	Changes	FY Mar/11 1Q	FY Mar/12 1Q	Changes
Fibers & Textiles	127.5	142.3	+14.8 (+11.6%)	5.8	10.2	+4.4 (+75.3%)
Plastics & Chemicals	94.2	103.0	+8.8 (+9.4%)	5.5	8.6	+3.1 (+57.2%)
IT-related Products	63.6	64.3	+0.7 (+1.1%)	8.3	9.5	+1.2 (+14.1%)
Carbon Fiber Composite Materials	15.7	19.0	+3.3 (+21.2%)	▲ 0.1	2.7	+2.8 (-)
Environment & Engineering	34.6	30.1	-4.4 (-12.9%)	▲ 0.7	▲ 1.4	-0.6 (-)
Life Science	11.8	13.1	+1.3 (+11.3%)	1.2	1.9	+0.8 (+64.9%)
Others	3.1	3.1	+0.0 (+0.1%)	0.1	0.1	+0.0 (+14.3%)
Total	350.4	374.8	+24.5 (+7.0%)	20.0	31.7	+11.6 (+58.0%)
Adjustment				▲ 3.8	▲ 4.4	-0.6
Consolidated	350.4	374.8	+24.5 (+7.0%)	16.2	27.3	+11.1 (+68.2%)

# Business Results by Segment (Fibers & Textiles)

Unit : Billion yen

		FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	Toray	24.4	26.2	+1.8	(+7.2%)
	Japanese Subsidiaries	61.9	66.8	+4.9	(+7.9%)
	Overseas Subsidiaries	41.2	49.3	+8.1	(+19.7%)
	Total	127.5	142.3	+14.8	(+11.6%)
Operating Income	Toray	2.5	3.4	+0.9	(+34.5%)
	Japanese Subsidiaries	1.1	1.8	+0.7	(+61.4%)
	Overseas Subsidiaries	2.7	6.1	+3.4	(+122.8%)
	Adjustment	▲ 0.6	▲ 1.2	-0.6	
	Total	5.8	10.2	+4.4	(+75.3%)



## Toray: Sales / Income Increased

Sales increased strongly in overall apparel applications. However, shipment of industrial-use materials led by automotive applications was stagnant due to the impact of the Great East Japan Earthquake.

## Japanese Subsidiaries: Sales / Income Increased

Sales increased steadily in overall apparel applications including inner wear using functional materials.

## Overseas Subsidiaries: Sales / Income Increased

The nylon filament and polyester filament and staple fiber business in ASEAN countries, the fiber and textile business in China and ASEAN countries and the yarn and textile business for air bag applications in Thailand and Czech Republic expanded sales on the back of strong demand. The Group also made efforts to shift focus to high value added products and transfer cost increases to selling prices to reflect steep rises in raw materials and fuel prices, resulting in steady performance in both apparel and industrial applications.

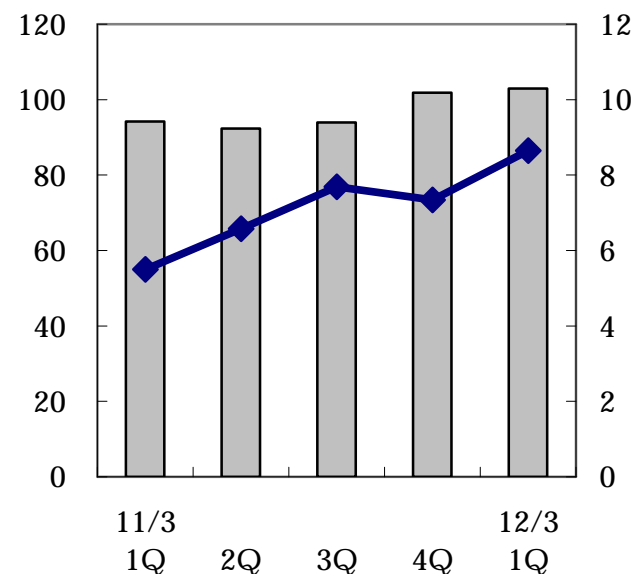
# Business Results by Segment (Plastics & Chemicals)

Unit : Billion yen

		FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	Toray	18.2	18.4	+0.2	(+1.3%)
	Japanese Subsidiaries	36.0	37.4	+1.4	(+3.9%)
	Overseas Subsidiaries	40.0	47.2	+7.2	(+17.9%)
	Total	94.2	103.0	+8.8	(+9.4%)
Operating Income	Toray	1.3	1.1	-0.2	(-16.8%)
	Japanese Subsidiaries	2.2	3.0	+0.8	(+34.2%)
	Overseas Subsidiaries	2.1	4.7	+2.6	(+123.8%)
	Adjustment	▲ 0.1	▲ 0.1	+0.0	
	Total	5.5	8.6	+3.1	(+57.2%)

Net Sales  
<Bar chart>

Operating Income  
<Line chart>  
(Billion yen)



## Toray: Sales Increased / Income Decreased

Sales volume of automotive application and other products, mainly in the resins business, declined due to the impact of the Great East Japan Earthquake. In the films business, products in industrial material applications such as back sheets for solar cells as well as those for packaging materials performed strongly.

## Japanese Subsidiaries: Sales / Income Increased

Films subsidiary reported steady performance of its packaging materials.

## Overseas Subsidiaries: Sales / Income Increased

The polyester film business and polypropylene film business expanded sales in the U.S., Europe and Asia. The Group also made efforts to transfer cost increases due to raw material price hike to selling prices.

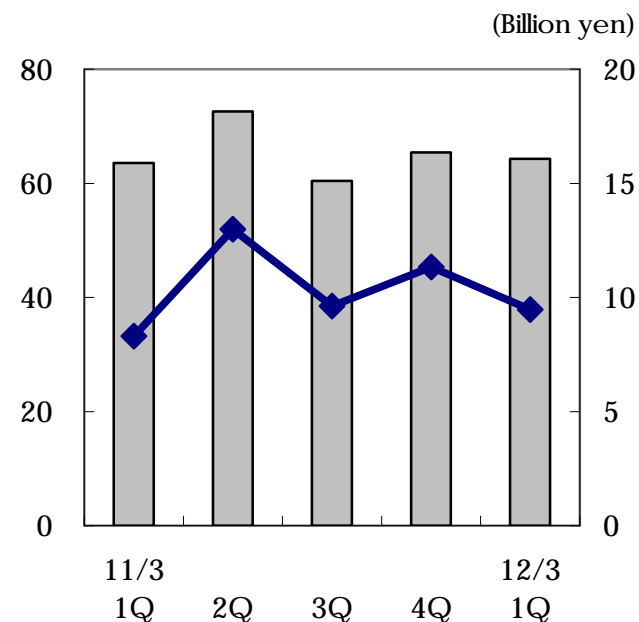
# Business Results by Segment (IT-related Products)

Unit : Billion yen

		FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	Toray	27.2	27.5	+0.3	(+1.3%)
	Japanese Subsidiaries	18.3	18.8	+0.5	(+2.6%)
	Overseas Subsidiaries	18.1	17.9	-0.1	(-0.8%)
	Total	63.6	64.3	+0.7	(+1.1%)
Operating Income	Toray	5.3	6.0	+0.8	(+14.9%)
	Japanese Subsidiaries	1.1	1.2	+0.1	(+10.1%)
	Overseas Subsidiaries	1.9	2.2	+0.4	(+18.8%)
	Adjustment	0.1	0.0	-0.1	
	Total	8.3	9.5	+1.2	(+14.1%)

Net Sales  
<Bar chart>

Operating Income  
<Line chart>



## Toray: Sales / Income Increased

Shipment of films and processed film products such as for electronics remained robust. Materials related to small and mid-sized displays such as for smartphones performed strongly and sales volume of semiconductor-related materials also increased.

## Japanese Subsidiaries: Sales / Income Increased

Sales of liquid crystal display (LCD) color filter production equipment increased at an IT-related machinery subsidiary.

## Overseas Subsidiaries: Sales Flat Growth / Income Increased

In the Republic of Korea, films and processed film products-related subsidiary performed steadily, however, an electric circuit materials-related subsidiary was impacted by the production adjustment at LCD panel manufacturers.

# Details of the Sales of IT-related Products Segment

[Sales ratio by sub-segment]

Unit : Billion yen

	FY Mar/11 1Q		FY Mar/12 1Q		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Display Materials	26.1	41%	25.6	40%	-2%
Electronic Components, Semiconductor, Electric Circuit Materials	23.4	37%	22.4	35%	-4%
Data Storage Materials	8.1	13%	8.1	13%	-0%
Equipment, others	6.0	9%	8.1	13%	+36%
Total of IT-related Products Segment	63.6		64.3		+1%

Display materials: Films and processed film products remained steady. However, this segment on the whole was affected by production adjustment at LCD panel manufacturers.

Electronic components, semiconductor, electric circuit materials: Films and processed film products for electronic components performed steadily, however, electric circuit materials were affected by production adjustment at LCD panel manufacturers.

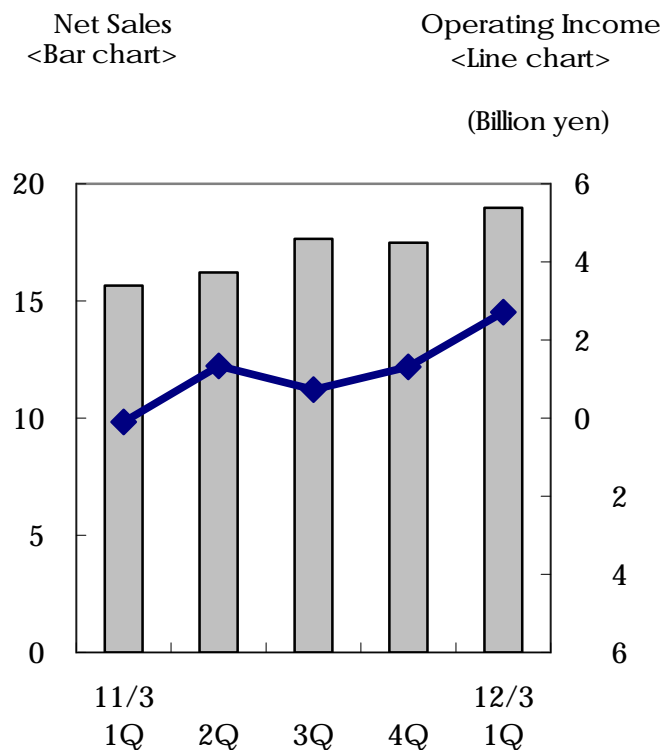
Data storage materials: Sales of graphic materials increased in the emerging countries while demand for magnetic materials decreased.

Equipment, others: Sales of LCD color filter production equipment increased.

# Business Results by Segment (Carbon Fiber Composite Materials)

Unit : Billion yen

		FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	Toray	12.1	14.0	+1.9	(+15.3%)
	Japanese Subsidiaries	8.3	10.9	+2.5	(+30.1%)
	Overseas Subsidiaries	11.2	14.3	+3.1	(+27.9%)
	Adjustment	▲ 16.0	▲ 20.2	-4.2	
	Total	15.7	19.0	+3.3	(+21.2%)
Operating Income	Toray	0.2	1.4	+1.2	(+508.7%)
	Japanese Subsidiaries	0.1	0.1	+0.0	(+22.0%)
	Overseas Subsidiaries	▲ 0.1	1.1	+1.2	(-)
	Adjustment	▲ 0.3	0.1	+0.4	
	Total	▲ 0.1	2.7	+2.8	(-)



**Toray: Sales / Income Increased**

**Japanese Subsidiaries: Sales / Income Increased**

**Overseas Subsidiaries: Sales / Income Increased**

Toray Group has been actively expanding sales as demand for aircraft has recovered, the sports and leisure market around the world led by golf gear, fishing goods and bicycles continued to recover, and demand for environmental and energy field including compressed natural gas (CNG) tanks expanded. The Group also made steady efforts to push back prices of primarily general products for sports and general industrial applications.

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.

# Details of the Sales of Carbon Fiber Composite Materials Segment

[Sales ratio by sub-segment]

Unit : Billion yen

	FY Mar/11 1Q		FY Mar/12 1Q		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Aircraft	5.9	38%	7.0	37%	+19%
Sports	3.2	21%	4.0	21%	+23%
Industrial	6.5	42%	8.0	42%	+23%
Total of Carbon Fiber Composite Materials	15.7		19.0		+21%

Aircraft: Shipment of materials for existing model was healthy and shipment for Boeing 787 proceeded as planned.

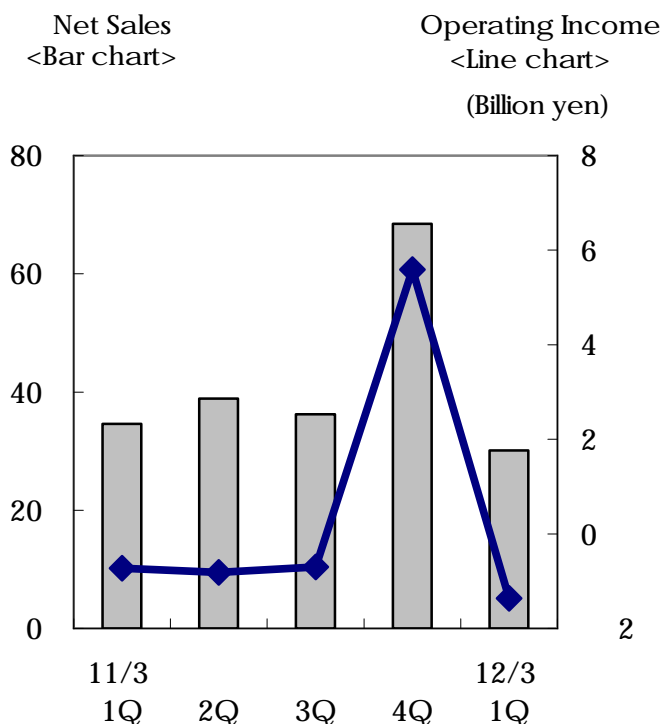
Sports: Applications including golf shaft, fishing rod and bicycles performed strongly on the back of healthy Asian market.

Industrial: Shipment of materials for CNG tanks and others were strong.  
As for composite products, PC chassis performed strongly.

# Business Results by Segment (Environment & Engineering)

Unit : Billion yen

		FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	Toray	2.6	1.5	-1.1	(-43.6%)
	Japanese Subsidiaries	31.0	27.5	-3.6	(-11.5%)
	Overseas Subsidiaries	1.0	1.2	+0.2	(+23.5%)
	Total	34.6	30.1	-4.4	(-12.9%)
Operating Income	Toray	▲ 0.7	▲ 0.7	-0.0	(-)
	Japanese Subsidiaries	▲ 0.0	▲ 0.5	-0.4	(-)
	Overseas Subsidiaries	▲ 0.0	▲ 0.1	-0.1	(-)
	Adjustment	0.1	▲ 0.0	-0.1	
	Total	▲ 0.7	▲ 1.4	-0.6	(-)



## Toray: Sales Decreased / Income Flat Growth

The company has been actively seeking orders for various water treatment membranes including reverse osmosis membrane around the world, however, sales of the water treatment business declined as there was no shipment for large-scale projects unlike a year earlier. Meanwhile, the sales volume of home-use water purifiers increased.

## Japanese Subsidiaries: Sales / Income Decreased

Construction work by a water-treatment engineering subsidiary progressed smoothly, while sales at an engineering subsidiary remained stagnant mainly because of delays in works due to the impact of the Great East Japan Earthquake.

## Overseas Subsidiaries: Sales Increased / Income Decreased

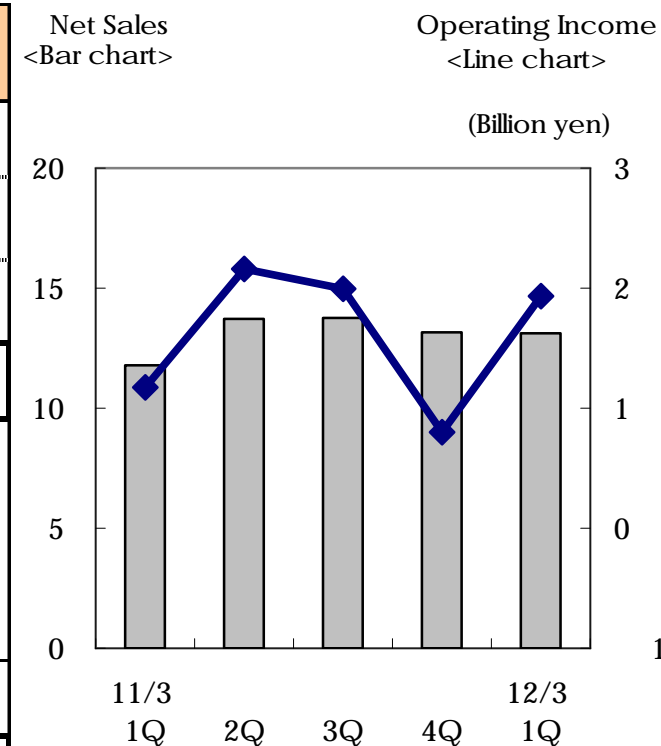
Sales of reverse osmosis membrane expanded at subsidiaries in the U.S. and China.



# Business Results by Segment (Life Science)

Unit : Billion yen

		FY Mar/11 1Q	FY Mar/12 1Q	Changes	
Net Sales	Toray	2.9	4.3	+1.3	(+45.1%)
	Japanese Subsidiaries	8.5	8.5	-0.1	(-0.6%)
	Overseas Subsidiaries	0.3	0.4	+0.1	(+18.9%)
	Total	11.8	13.1	+1.3	(+11.3%)
Operating Income	Toray	0.9	1.7	+0.8	(+86.9%)
	Japanese Subsidiaries	0.2	0.1	-0.0	(-24.9%)
	Overseas Subsidiaries	0.0	0.0	-0.0	(-25.9%)
	Adjustment	0.1	0.1	+0.0	
	Total	1.2	1.9	+0.8	(+64.9%)



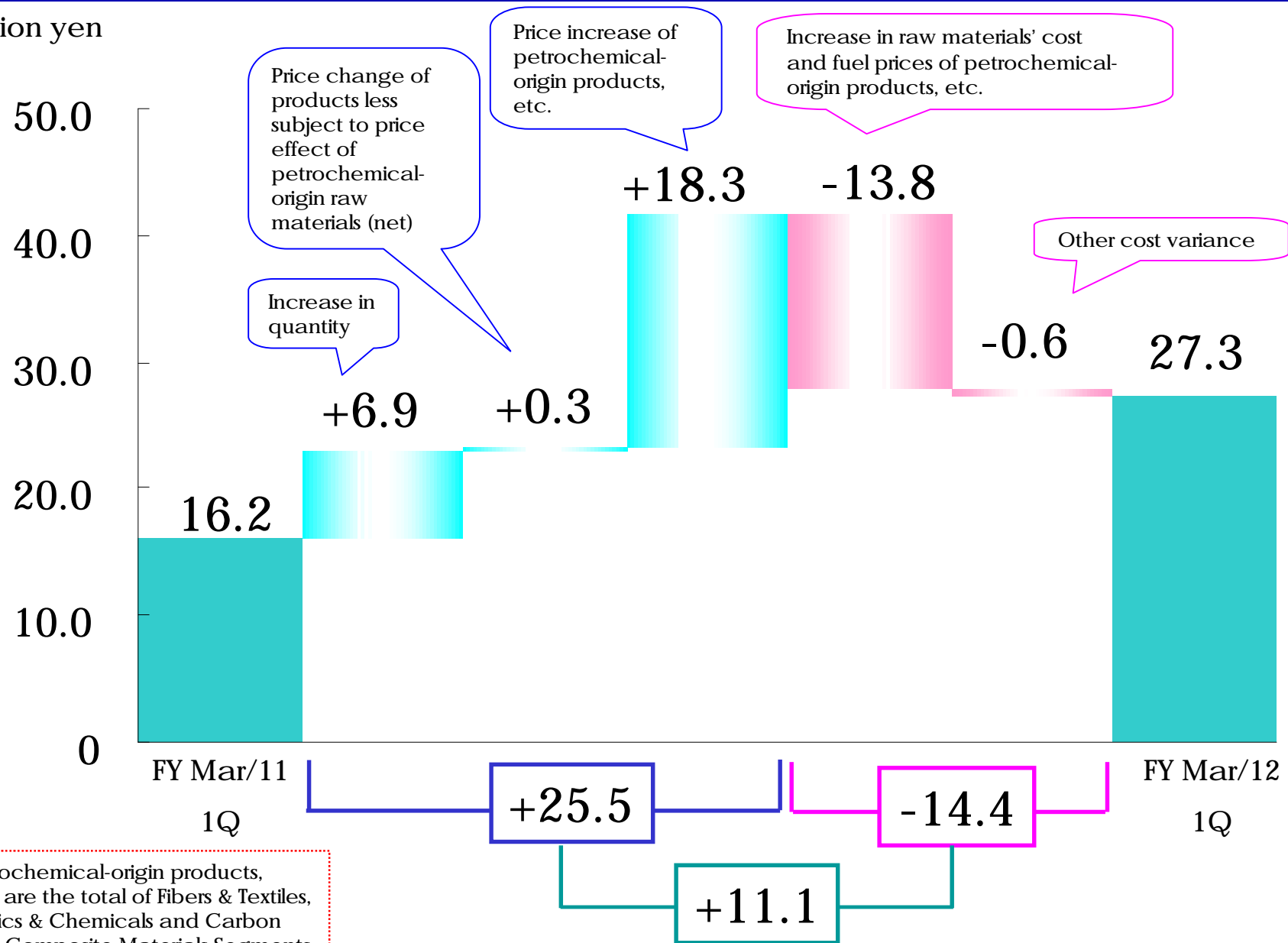
**Toray: Sales / Income Increased**

**Japanese Subsidiaries: Sales Flat Growth / Income Decreased**

The Group pursued sales expansion of pharmaceutical products including REMITCH® , an oral antipruritus drug, *Feron*\*, a natural-type interferon beta preparation, and *Domer*\*, the orally active prostacyclin preparation.

# Income Variance Factor Analysis

Billion yen



"Petrochemical-origin products, etc." are the total of Fibers & Textiles, Plastics & Chemicals and Carbon Fiber Composite Materials Segments

# Results of Major Subsidiaries

Billion yen

	Net Sales			Operating Income		
	FY Mar/11 1Q	FY Mar/12 1Q	Changes	FY Mar/11 1Q	FY Mar/12 1Q	Changes
Toray International Inc.	97.2	111.3	+14.1	1.2	1.7	+0.4
Toray Engineering Co., Ltd.	15.3	15.2	-0.1	0.5	0.4	-0.0
Toray Construction Co., Ltd.	6.2	4.5	-1.8	▲0.3	▲0.5	-0.3
Toray Advanced Film Co., Ltd.	13.9	13.1	-0.8	1.1	1.1	-0.1
Toray Medical Co., Ltd.	8.6	8.6	-0.0	0.2	0.1	-0.0
TAK (Republic of Korea)	21.2	23.5	+2.3	2.6	3.7	+1.1
TPM (Malaysia)	17.5	17.1	-0.4	0.6	0.6	+0.0

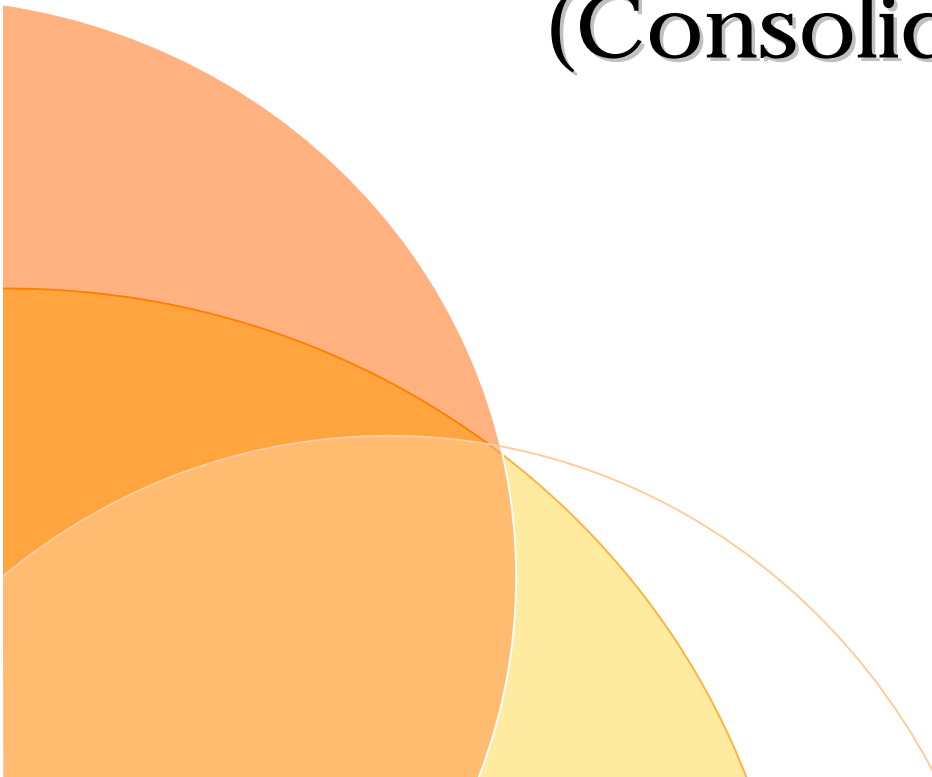
Subsidiaries in Southeast Asia *1	Fibers & Textiles	21.3	26.4	+5.1	0.6	2.6	+2.0
	Plastics & Chemicals	20.1	21.1	+1.0	1.1	1.6	+0.5
	Others	2.0	1.5	-0.5	0.1	0.1	+0.1
	Total	43.3	49.0	+5.7	1.7	4.3	+2.6
Subsidiaries in China *2	Fibers & Textiles	18.5	25.9	+7.4	0.6	1.7	+1.1
	Plastics & Chemicals	9.9	13.5	+3.6	0.3	0.3	+0.0
	Others	2.4	2.3	-0.1	0.1	0.0	-0.0
	Total	30.8	41.7	+10.9	1.0	2.0	+1.1
Films Subsidiaries (Overseas) *3	Plastics & Chemicals	18.5	22.2	+3.7	0.9	3.5	+2.6
	IT-related Products	11.0	12.1	+1.1	1.5	2.0	+0.5
	Total	29.5	34.3	+4.9	2.4	5.5	+3.1

\*1 : ITS, 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, TFE, TFH/TFZ, TAFK sum total

## II. Business Forecast for the Fiscal Year Ending March 2012 (Consolidated Basis)



# Forecast Summary

Billion yen

		FY Mar/11 Actual	FY Mar/12 Revised Forecast	Changes		Previous Forecast	Difference from Previous Forecast
Net Sales	1st Half	733.4	800.0	+66.6	(+9.1%)	780.0	+20.0
	2nd Half	806.3	870.0	+63.7	(+7.9%)	870.0	-
	Total	1,539.7	1,670.0	+130.3	(+8.5%)	1,650.0	+20.0
Operating Income	1st Half	42.5	60.0	+17.5	(+41.1%)	47.0	+13.0
	2nd Half	57.6	60.0	+2.4	(+4.2%)	63.0	-3.0
	Total	100.1	120.0	+19.9	(+19.9%)	110.0	+10.0
Ordinary Income	1st Half	40.5	62.0	+21.5	(+53.2%)	46.0	+16.0
	2nd Half	58.4	58.0	-0.4	(-0.7%)	63.0	-5.0
	Total	98.9	120.0	+21.1	(+21.3%)	109.0	+11.0
Net Income	1st Half	24.9	39.0	+14.1	(+56.5%)	29.0	+10.0
	2nd Half	33.0	35.0	+2.0	(+6.0%)	38.0	-3.0
	Total	57.9	74.0	+16.1	(+27.8%)	67.0	+7.0

Remarks : Estimated exchange rate : 80 yen / US\$ (from July), Estimated oil price : 110 US\$/ B (DUBAI FOB) (from July)

# Business Forecast by Segment

Billion yen

		FY Mar/11 Actual			FY Mar/12 Revised Forecast			Changes			Difference from Previous	
		1st Half	2nd Half	Total	1st Half	2nd Half	Total	1st Half	2nd Half	Total	1st Half	2nd Half
Net Sales	Fibers & Textiles	273.1	311.1	584.1	300.0	320.0	620.0	+26.9	+9.0	+35.9	+20.0	-
	Plastics & Chemicals	186.5	195.8	382.3	210.0	230.0	440.0	+23.5	+34.2	+57.7	+5.0	+15.0
	IT-related Products	136.2	125.9	262.0	130.0	140.0	270.0	-6.2	+14.1	+8.0	-10.0	-15.0
	Carbon Fiber Composite Materials	31.9	35.1	67.0	40.0	40.0	80.0	+8.1	+4.9	+13.0	-	-
	Environment & Engineering	73.5	104.7	178.2	85.0	105.0	190.0	+11.5	+0.3	+11.8	+5.0	-
	Life Science	25.5	26.9	52.4	27.0	28.0	55.0	+1.5	+1.1	+2.6	-	-
	Others	6.8	6.9	13.6	8.0	7.0	15.0	+1.2	+0.1	+1.4	-	-
	Consolidated	733.4	806.3	1,539.7	800.0	870.0	1,670.0	+66.6	+63.7	+130.3	+20.0	-
Operating Income	Fibers & Textiles	13.6	18.9	32.4	21.0	22.0	43.0	+7.5	+3.1	+10.6	+5.0	+1.0
	Plastics & Chemicals	12.1	15.0	27.1	16.0	15.0	31.0	+3.9	-0.0	+3.9	+3.0	+1.0
	IT-related Products	21.3	20.9	42.2	20.0	21.0	41.0	-1.3	+0.1	-1.2	-	-3.0
	Carbon Fiber Composite Materials	1.2	2.0	3.3	5.0	5.0	10.0	+3.8	+3.0	+6.7	+1.0	+1.0
	Environment & Engineering	▲ 1.5	4.9	3.3	3.0	5.0	8.0	+4.5	+0.1	+4.7	+2.0	-2.0
	Life Science	3.3	2.8	6.1	4.0	2.0	6.0	+0.7	-0.8	-0.1	+1.0	-1.0
	Others	0.4	0.6	1.0	0.5	0.5	1.0	+0.1	-0.1	-0.0	-	-
	Adjustment	▲ 7.8	▲ 7.7	▲ 15.5	▲ 9.5	▲ 10.5	▲ 20.0	-1.7	-2.8	-4.5	+1.0	-
Consolidated	42.5	57.6	100.1	60.0	60.0	120.0	+17.5	+2.4	+19.9	+13.0	-3.0	

# Operating Income Comparison with Previous Forecast by Segment

Billion yen

Segment	Previous Forecast → Revised Forecast ( ) difference		Variance Factors
Fibers & Textiles	1st half	16.0 → 21.0 (+5.0)	•Sales expansion and proceed price pass-on measures to cope with the rise in raw materials and fuel prices at Japanese and overseas subsidiaries.
	2nd Half	21.0 → 22.0 (+1.0)	•Expand sales in China and Southeast Asia, etc.
Plastics & Chemicals	1st half	13.0 → 16.0 (+3.0)	•Expand sales of packaging and industrial films and proceed price pass-on measures to cope with the rise In raw materials and fuel prices.
	2nd Half	14.0 → 15.0 (+1.0)	•Expand sales of plastic resins reflecting the recovery of automobile production in Japan, China and Asia.
IT-related Products	1st Half	20.0 → 20.0 ( - )	•Mostly in line with the previous forecast.
	2nd Half	24.0 → 21.0 (-3.0)	•See a delay in recovery of LCD panel-related demand.
Carbon Fiber Composite Materials	1st Half	4.0 → 5.0 (+1.0)	•See an impact of the rise in raw materials and fuel prices, however, expect the penetration of additional price increase since July.
	2nd Half	4.0 → 5.0 (+1.0)	•Aim for the penetration of the price increase and improve the product mix.
Environment & Engineering	1st Half	1.0 → 3.0 (+2.0)	•Sales of an expected project in the second half will be realized in the first half at a construction subsidiary and a water-treatment engineering subsidiary.
	2nd Half	7.0 → 5.0 (-2.0)	
Life Science	1st Half	3.0 → 4.0 (+1.0)	•Sales of pharmaceuticals is healthy on the whole.
	2nd Half	3.0 → 2.0 (-1.0)	•Development cost is will be incurred accompanying progress in drug development.
Others	Year-end	1.0 → 1.0 ( - )	•Mostly in line with the previous forecast
Adjustment	1st Half	10.5 → 9.5 (+1.0)	
	2nd Half	10.5 → 10.5 ( - )	
Consolidated	1st Half	47.0 → 60.0 (+13.0)	Promote the Total Cost Reduction (TC-II) Project on a group-wide basis
	2nd Half	63.0 → 60.0 (-3.0)	

Descriptions of predicted business results, projections, and business plans for the Fiscal Year ending March 2012 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.