

February 7, 2012

**Announcement of Business Results  
For the 3Q and Nine Months  
Ended December 31, 2011**



**Toray Industries, Inc.**

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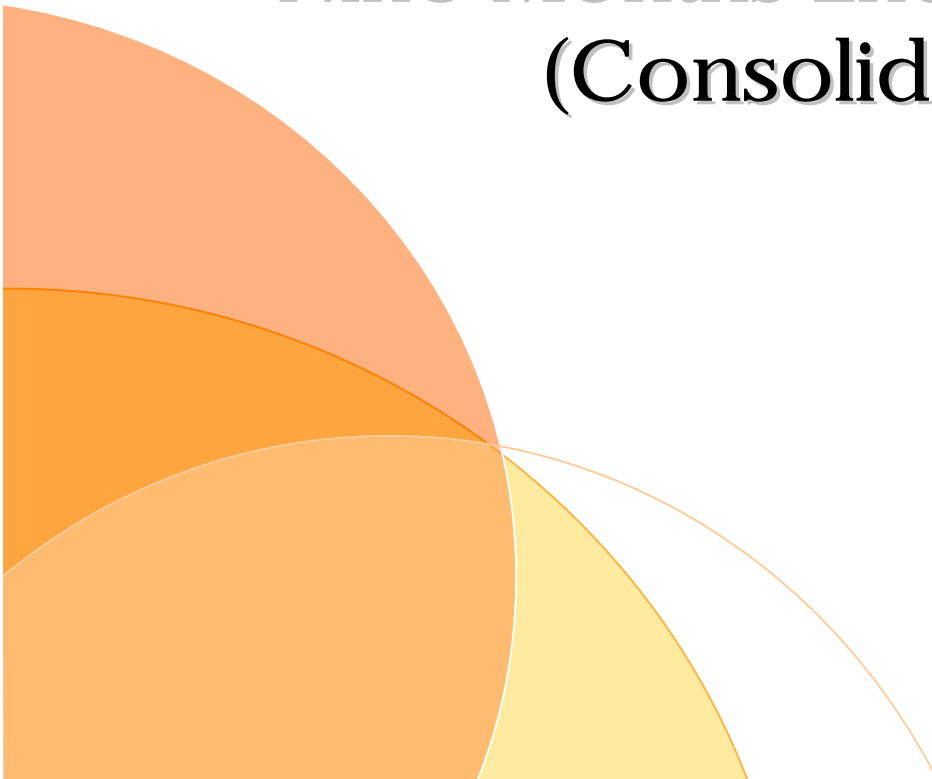
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# I. Business Results for the 3Q and Nine Months Ended Dec. 31, 2011 (Consolidated Basis)



# Summary of Consolidated Business Results for the 3Q and Nine Months Ended Dec. 31, 2011



Billion yen

	FY Mar/11 3Q (Oct.-Dec.)	FY Mar/12 3Q (Oct.-Dec.)	Changes	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes
Net Sales	393.5	399.9	+6.5 (+1.6%)	1,126.8	1,199.7	+72.9 (+6.5%)
Cost of Sales	314.5	319.5	+5.0 (+1.6%)	901.4	947.5	+46.1 (+5.1%)
Gross Profit	79.0	80.4	+1.4 (+1.8%)	225.5	252.2	+26.8 (+11.9%)
(Gross Profit to Net Sales)	20.1%	20.1%	+0.0 point	20.0%	21.0%	+1.0 point
Operating Income	27.4	25.8	-1.7 (-6.1%)	70.0	89.2	+19.2 (+27.5%)
(Operating Income to Net Sales)	7.0%	6.4%	-0.5 points	6.2%	7.4%	+1.2 points
Non-operating Income and Expenses, net	0.8	0.3	-0.5	▲ 1.3	2.4	+3.7
Ordinary Income	28.2	26.1	-2.1 (-7.6%)	68.7	91.6	+22.9 (+33.4%)
Special Credits and Charges, net	▲ 1.2	▲ 2.6	-1.4	▲ 5.8	▲ 5.7	+0.1
Income before Income Taxes	27.0	23.5	-3.5 (-13.1%)	62.9	85.9	+23.0 (+36.5%)
Net Income	18.9	13.9	-5.0 (-26.4%)	43.8	54.0	+10.2 (+23.3%)

	(FY Mar/11 3Q)	(FY Mar/12 3Q)	(FY Mar/11 9-months)	(FY Mar/12 9-months)	
Exchange Rate <Yen/US\$> Average	: 82.6	77.4	86.8	79.0	
	End of the term : 81.5	77.7			
	<Yen/Euro> Average	: 112.2	104.3	113.3	110.6
		End of the term : 107.9	100.7		
Oil Price <US\$/B> (DUBAI FOB) Average	: 84.3	106.5	78.8	108.1	

\*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/11 3Q (Oct.-Dec.)	FY Mar/12 3Q (Oct.-Dec.)	Changes	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes
Non-operating Income	3.6	3.0	-0.6	11.3	10.7	-0.6
Interest and Dividend Income	1.0	1.2	+0.2	2.4	2.9	+0.5
Equity in Earnings of Affiliates	1.6	0.7	-0.9	5.7	4.3	-1.4
Others	1.1	1.2	+0.1	3.2	3.5	+0.3
Non-operating Expenses	▲ 2.9	▲ 2.8	+0.1	▲ 12.6	▲ 8.3	+4.3
Interest Expenses	▲ 1.5	▲ 1.4	+0.1	▲ 5.0	▲ 4.2	+0.7
Others	▲ 1.3	▲ 1.4	-0.0	▲ 7.6	▲ 4.1	+3.6
Non-operating Income and Expenses, net	0.8	0.3	-0.5	▲ 1.3	2.4	+3.7
Interest and Dividend Income, Interest Expenses, net	▲ 0.5	▲ 0.2	+0.3	▲ 2.6	▲ 1.4	+1.2

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

# Special Credits and Charges

Billion yen

	FY Mar/11 3Q (Oct.-Dec.)	FY Mar/12 3Q (Oct.-Dec.)	Changes	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes
<b>Special Credits</b>	0.6	0.4	-0.3	2.2	0.5	-1.7
Gain on Sales of Property, Plant and Equipment	0.2	0.3	+0.1	0.6	0.4	-0.2
Gain on Sales of Investment Securities	0.1	0.0	-0.1	1.7	0.0	-1.6
Gain on Reversal of Loss on Write-down of Investment Securities	0.3	-	-0.3	-	-	-
Others	-	0.0	+0.0	-	0.0	+0.0
<b>Special Charges</b>	▲ 1.9	▲ 3.0	-1.1	▲ 8.0	▲ 6.2	+1.8
Loss on Sales and Disposal of Property, Plant and Equipment	▲ 1.5	▲ 1.3	+0.3	▲ 3.2	▲ 2.7	+0.6
Loss on Write-down of Investment Securities	-	▲ 0.4	-0.4	▲ 2.7	▲ 1.6	+1.1
Loss on Adjustment for Changes of Accounting Standards for Asset Retirement Obligations	-	-	-	▲ 1.4	-	+1.4
Others	▲ 0.3	▲ 1.4	-1.1	▲ 0.6	▲ 1.9	-1.3
<b>Special Credits and Charges, net</b>	▲ 1.2	▲ 2.6	-1.4	▲ 5.8	▲ 5.7	+0.1

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

# Assets, Liabilities, Net Assets

Billion yen

	End of Mar/11	End of Dec/11	Changes
<b>Total Assets</b>	<b>1,567.5</b>	<b>1,554.8</b>	<b>-12.6</b>
Current Assets	724.1	736.5	+12.4
Tangible Assets	531.6	518.8	-12.8
Intangible Assets	9.3	10.3	+1.0
Investment and Other Assets	302.5	289.2	-13.3

	End of Mar/11	End of Dec/11	Changes
<b>Total Liabilities</b>	<b>926.5</b>	<b>906.6</b>	<b>-19.9</b>
Current Liabilities	503.0	488.9	-14.0
Other Liabilities	423.5	417.7	-5.8
<b>Total Net Assets</b>	<b>641.0</b>	<b>648.2</b>	<b>+7.2</b>
<b>Interest-bearing Debts</b>	<b>493.5</b>	<b>492.1</b>	<b>-1.5</b>
<b>D/E Ratio</b>	<b>0.83</b>	<b>0.82</b>	<b>-0.01</b>

# Capital Expenditures, Depreciation, R&D Expenses

Billion yen

	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes	Comments
Capital Expenditures	32.5	49.3	+16.8	Toray : 17.7, Japan : 9.3, Overseas : 22.2
Depreciation -)	51.8	49.6	-2.2	Toray : 25.0, Japan : 6.5, Overseas : 18.1
Transfer, Disposal, etc.	▲ 25.3	▲ 12.5	+12.8	
Changes in Tangible Assets	▲ 44.7	▲ 12.8	+31.9	
R&D Expenses	34.4	37.3	+3.0	

## 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

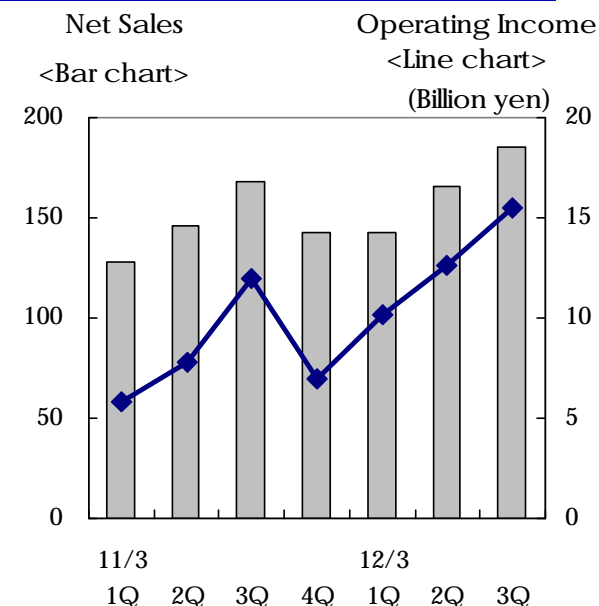
Billion yen

	Net Sales			Operating Income		
	FY Mar/11 3Q (Oct.-Dec.)	FY Mar/12 3Q (Oct.-Dec.)	Changes	FY Mar/11 3Q (Oct.-Dec.)	FY Mar/12 3Q (Oct.-Dec.)	Changes
Fibers & Textiles	168.3	185.2	+16.9 (+10.1%)	12.0	15.5	+3.5 (+29.5%)
Plastics & Chemicals	93.9	93.6	-0.3 (-0.3%)	7.7	5.9	-1.8 (-23.6%)
IT-related Products	60.4	53.8	-6.6 (-11.0%)	9.6	5.3	-4.3 (-44.9%)
Carbon Fiber Composite Materials	17.7	17.0	-0.7 (-3.7%)	0.7	2.6	+1.9 (+255.4%)
Environment & Engineering	36.3	32.8	-3.5 (-9.6%)	▲ 0.7	▲ 0.3	+0.4 (-)
Life Science	13.8	14.5	+0.7 (+5.1%)	2.0	1.0	-1.0 (-50.1%)
Others	3.2	3.1	-0.1 (-3.0%)	0.3	0.3	-0.0 (-8.2%)
Total	393.5	399.9	+6.5 (+1.6%)	31.6	30.3	-1.3 (-4.2%)
Adjustment				▲ 4.1	▲ 4.5	-0.3
Consolidated	393.5	399.9	+6.5 (+1.6%)	27.4	25.8	-1.7 (-6.1%)
	Net Sales			Operating Income		
	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes
Fibers & Textiles	441.3	492.7	+51.4 (+11.6%)	25.5	38.2	+12.7 (+49.9%)
Plastics & Chemicals	280.5	300.1	+19.6 (+7.0%)	19.8	22.3	+2.5 (+12.8%)
IT-related Products	196.6	183.8	-12.7 (-6.5%)	30.9	25.0	-5.9 (-19.0%)
Carbon Fiber Composite Materials	49.5	53.3	+3.8 (+7.7%)	2.0	7.6	+5.7 (+287.1%)
Environment & Engineering	109.7	118.0	+8.3 (+7.6%)	▲ 2.2	3.9	+6.2 (-)
Life Science	39.3	42.0	+2.7 (+6.9%)	5.3	5.2	-0.1 (-1.7%)
Others	9.9	9.7	-0.2 (-1.9%)	0.7	0.7	+0.0 (+5.4%)
Total	1,126.8	1,199.7	+72.9 (+6.5%)	81.9	103.1	+21.2 (+25.8%)
Adjustment				▲ 12.0	▲ 13.9	-1.9
Consolidated	1,126.8	1,199.7	+72.9 (+6.5%)	70.0	89.2	+19.2 (+27.5%)

# Business Results by Segment (Fibers & Textiles)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine Months (Apr.-Dec.)			
		FY Mar/11	FY Mar/12	Changes		FY Mar/11	FY Mar/12	Changes	
Net Sales	Toray	25.5	24.8	-0.7	(-2.6%)	75.7	78.1	+2.4	(+3.1%)
	Japanese Subsidiaries	94.7	107.2	+12.5	(+13.2%)	229.3	257.6	+28.3	(+12.3%)
	Overseas Subsidiaries	48.1	53.2	+5.1	(+10.6%)	136.3	157.0	+20.7	(+15.2%)
	Total	168.3	185.2	+16.9	(+10.1%)	441.3	492.7	+51.4	(+11.6%)
Operating Income	Toray	2.6	2.9	+0.3	(+10.6%)	7.4	9.5	+2.1	(+28.8%)
	Japanese Subsidiaries	3.1	4.4	+1.3	(+42.0%)	5.9	9.4	+3.5	(+58.6%)
	Overseas Subsidiaries	5.4	7.0	+1.6	(+28.9%)	12.3	20.0	+7.7	(+62.7%)
	Adjustment	0.8	1.2	+0.4		▲ 0.1	▲ 0.7	-0.6	
	Total	12.0	15.5	+3.5	(+29.5%)	25.5	38.2	+12.7	(+49.9%)



## 3Q (Oct.-Dec.)

### Sales / Income Increased

- Toray** : In Japan, sales increased strongly in apparel applications including inner wear using functional materials. In industrial applications, sales of industrial-use materials were steady, especially automotive applications recovered along with retrieval of automobile manufacturers' operations.
- Japanese Subsidiaries** : Trading subsidiaries reported steady performance both in apparel and industrial applications.
- Overseas Subsidiaries** : Garment business was steady in China. Sales of industrial-use materials for automotive applications also increased including the textile business for air bags in Thailand and Czech Republic as well as man-made suede business for car sheets in Italy.

## Nine Months (Apr.-Dec.)

### Sales / Income Increased

In Japan, sales increased strongly in apparel applications including inner wear using functional materials. Sales of industrial-use materials, especially automotive applications, also recovered along with retrieval of automobile manufacturers' operations. Overseas, the polyester filament and staple fiber business in ASEAN countries, the clothing textile business in China and ASEAN countries, the polypropylene spunbond business for diapers in Republic of Korea and China and the textile business for air bag applications in Thailand and Czech Republic expanded sales and shifted focus to high value-added products. This resulted in steady performance in both apparel and industrial applications abroad.

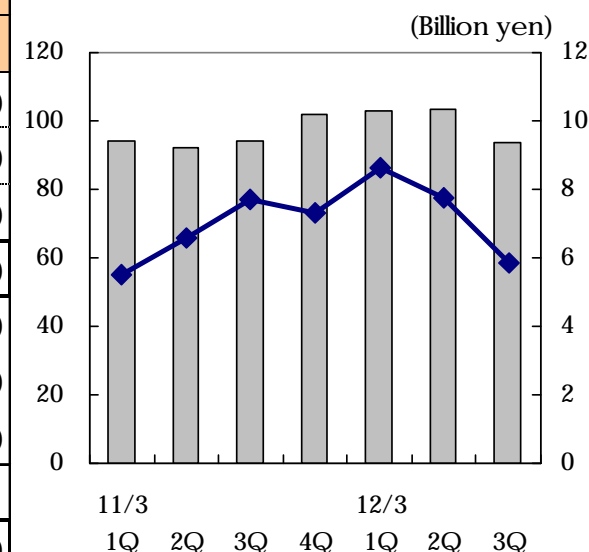
# Business Results by Segment (Plastics & Chemicals)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine Months (Apr.-Dec.)			
		FY Mar/11	FY Mar/12	Changes		FY Mar/11	FY Mar/12	Changes	
Net Sales	Toray	18.1	20.8	+2.7	(+14.8%)	53.5	59.9	+6.5	(+12.1%)
	Japanese Subsidiaries	34.3	33.2	-1.2	(-3.4%)	102.3	107.5	+5.1	(+5.0%)
	Overseas Subsidiaries	41.5	39.7	-1.8	(-4.4%)	124.7	132.7	+8.0	(+6.4%)
	Total	93.9	93.6	-0.3	(-0.3%)	280.5	300.1	+19.6	(+7.0%)
Operating Income	Toray	1.1	1.2	+0.1	(+7.9%)	3.6	3.4	-0.2	(-5.9%)
	Japanese Subsidiaries	1.9	1.8	-0.1	(-5.3%)	5.9	7.2	+1.3	(+21.2%)
	Overseas Subsidiaries	4.6	2.8	-1.9	(-40.1%)	10.2	11.5	+1.3	(+12.2%)
	Adjustment	0.0	0.1	+0.1		▲ 0.0	0.2	+0.2	
	Total	7.7	5.9	-1.8	(-23.6%)	19.8	22.3	+2.5	(+12.8%)

Net Sales  
<Bar chart>

Operating Income  
<Line chart>



3Q (Oct.-Dec.)

**Sales Flat Growth / Income Decreased**

Toray

- Sales volume of automotive application in the resins business recovered from the 2Q which had been affected by the earthquake in Japan. Products for solar cell back sheet application in the films business had an impact of customers' inventory adjustment.

Japanese Subsidiaries

- An aromatic chemical-related subsidiary was affected by the strong yen and the global economic slowdown.

Overseas Subsidiaries

- Sales volume decreased at a resins subsidiary in Malaysia due to the sluggish Chinese market. Demand for film products waned because of the global economic slowdown and price-cutting competition intensified.

Nine Months  
(Apr.-Dec.)

**Sales / Income  
Increased**

Sales volume of automotive application and other products in the resins business, which had been affected by the earthquake, recovered from the 2Q mainly in Japan. At the same time, demand for general purpose ABS stagnated overseas against the backdrop of global economic slowdown. In the films business, products in industrial material applications and packaging materials performed strongly in Japan and Toray Group expanded sales in the US, Europe and Asia in the 2Q. In the 3Q, however, the demand for these products waned both in Japan and overseas because of the global economic slowdown and price-cutting competition intensified.

# Business Results by Segment (IT-related Products)

Unit : Billion yen

Net Sales

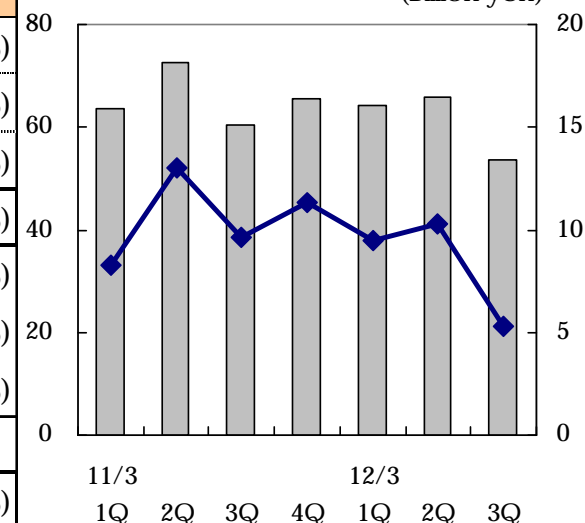
Operating Income

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<Line chart>

(Billion yen)

		3Q (Oct.-Dec.)				Nine Months (Apr.-Dec.)			
		FY Mar/11	FY Mar/12	Changes		FY Mar/11	FY Mar/12	Changes	
Net Sales	Toray	25.4	21.8	-3.6	(-14.1%)	82.3	76.9	-5.4	(-6.5%)
	Japanese Subsidiaries	16.2	14.4	-1.8	(-11.0%)	56.7	51.9	-4.8	(-8.5%)
	Overseas Subsidiaries	18.9	17.6	-1.3	(-6.8%)	57.6	55.1	-2.5	(-4.4%)
	Total	60.4	53.8	-6.6	(-11.0%)	196.6	183.8	-12.7	(-6.5%)
Operating Income	Toray	5.6	2.7	-2.9	(-52.3%)	19.0	15.8	-3.2	(-17.1%)
	Japanese Subsidiaries	0.7	0.5	-0.2	(-24.7%)	3.5	2.5	-1.0	(-28.4%)
	Overseas Subsidiaries	3.3	2.1	-1.2	(-36.5%)	8.3	6.8	-1.5	(-17.6%)
	Adjustment	0.0	0.0	-0.0		0.1	▲ 0.0	-0.2	
	Total	9.6	5.3	-4.3	(-44.9%)	30.9	25.0	-5.9	(-19.0%)



3Q (Oct.-Dec.)

**Sales / Income Decreased**

Toray

: Sales of materials for small and mid-sized displays such as for smartphones as well as semiconductor-related materials performed strongly, however, FPD-related materials in general had an impact of panel production adjustments.

Japanese Subsidiaries

: Sales of FPD-related materials decreased at a film processing subsidiary and a fine chemicals subsidiary.

Overseas Subsidiaries

: In the Republic of Korea, a films and processed film-related subsidiary as well as an electric circuit materials-related subsidiary were impacted by production adjustment at LCD panel manufacturers.

Nine Months (Apr.-Dec.)

**Sales / Income Decreased**

Sales of materials for small and mid-sized displays such as for smartphones as well as semiconductor-related materials performed strongly, however, those of LCD and PDP TV related products including films and processed film products fell due to the impact of panel production adjustments caused by the slowdown in the flat-screen TV market.

# Details of the Sales of IT-related Products Segment

[Sales ratio by sub-segment]

Unit : Billion yen

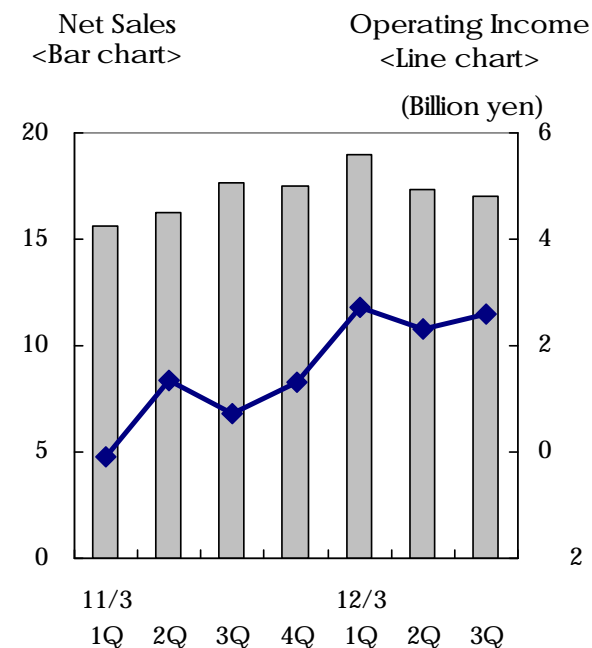
	FY Mar/11 3Q (Oct.-Dec.)		FY Mar/12 3Q (Oct.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Display Materials	23.1	38%	19.5	36%	-16%
Electronic Components, Semiconductor, Electric Circuit Materials	23.3	39%	20.3	38%	-13%
Data Storage Materials	8.4	14%	8.7	16%	+3%
Equipment, others	5.5	9%	5.3	10%	-4%
Total of IT-related Products Segment	60.4		53.8		-11%

	FY Mar/11 Nine Months (Apr.-Dec.)		FY Mar/12 Nine- Months (Apr.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Display Materials	79.6	40%	69.9	38%	-12%
Electronic Components, Semiconductor, Electric Circuit Materials	72.1	37%	66.2	36%	-8%
Data Storage Materials	25.0	13%	25.2	14%	+1%
Equipment, others	19.9	10%	22.4	12%	+13%
Total of IT-related Products Segment	196.6		183.8		-6%

# Business Results by Segment (Carbon Fiber Composite Materials)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine Months (Apr.-Dec.)			
		FY Mar/11	FY Mar/12	Changes		FY Mar/11	FY Mar/12	Changes	
Net Sales	Toray	13.6	14.1	+0.5	(+3.9%)	38.5	42.8	+4.3	(+11.1%)
	Japanese Subsidiaries	10.6	11.8	+1.2	(+11.5%)	28.4	33.4	+5.0	(+17.5%)
	Overseas Subsidiaries	13.9	13.9	+0.1	(+0.4%)	37.0	41.9	+5.0	(+13.5%)
	Adjustment	▲ 20.4	▲ 22.9	-2.5		▲ 54.4	▲ 64.8	-10.4	
	Total	17.7	17.0	-0.7	(-3.7%)	49.5	53.3	+3.8	(+7.7%)
Operating Income	Toray	▲ 0.0	1.2	+1.2	(-)	1.6	4.0	+2.3	(+145.1%)
	Japanese Subsidiaries	0.1	0.0	-0.0	(-51.4%)	0.3	0.3	-0.0	(-2.6%)
	Overseas Subsidiaries	0.7	1.3	+0.6	(+89.7%)	0.8	3.5	+2.8	(+366.5%)
	Adjustment	▲ 0.0	0.1	+0.1		▲ 0.7	▲ 0.1	+0.6	
	Total	0.7	2.6	+1.9	(+255.4%)	2.0	7.6	+5.7	(+287.1%)



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 Decreased / Income Increased**

Despite the impact of the strong yen, sales increased in the aerospace and general industrial applications. However, demand for the sports application products weakened due to customers' inventory adjustment.

Nine Months (Apr.-Dec.)

**Sales / Income Increased**

Despite the impact of the strong yen, Toray Group actively pursued sales expansion in the aerospace and general industrial applications, as demand for aircraft applications grew and that in environmental and energy field including compressed natural gas tanks expanded. In the first half, The Group also made steady efforts to push back prices primarily in the area of general products for sports and general industrial applications. Demand for the sports application products, however, weakened due to the impact of economic slowdown in the US and Europe since early fall.

# Details of the Sales of Carbon Fiber Composite Materials Segment

[Sales ratio by sub-segment]

Unit : Billion yen

	FY Mar/11 3Q (Oct.-Dec.)		FY Mar/12 3Q (Oct.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Aerospace	7.6	43%	7.0	41%	-8%
Sports	3.9	22%	2.9	17%	-25%
Industrial	6.2	35%	7.1	42%	+15%
Total of Carbon Fiber Composite Materials	17.7		17.0		-4%

	FY Mar/11 Nine Months (Apr.-Dec.)		FY Mar/12 Nine Months (Apr.-Dec.)		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Aerospace	20.1	41%	20.1	38%	+0%
Sports	10.6	21%	10.2	19%	-4%
Industrial	18.8	38%	23.0	43%	+22%
Total of Carbon Fiber Composite Materials	49.5		53.3		+8%

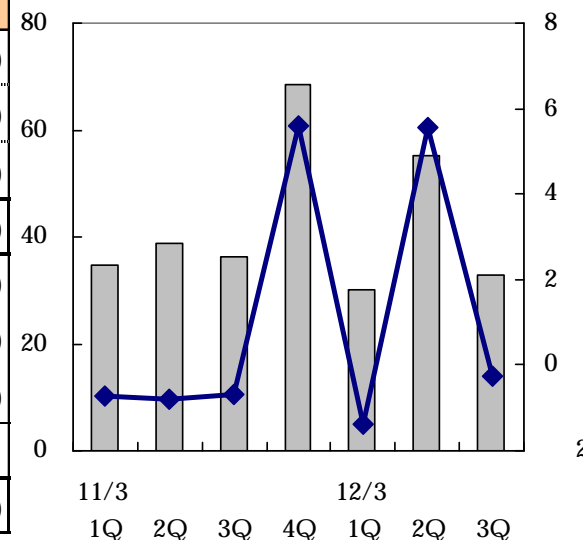
# Business Results by Segment (Environment & Engineering)

Unit : Billion yen

Net Sales  
<Bar chart>

Operating Income  
<Line chart>

		3Q (Oct.-Dec.)				Nine Months (Apr.-Dec.)			
		FY Mar/11	FY Mar/12	Changes		FY Mar/11	FY Mar/12	Changes	
Net Sales	Toray	1.8	1.6	-0.2 (-10.1%)	7.3	4.8	-2.5 (-34.0%)		
	Japanese Subsidiaries	33.6	30.0	-3.6 (-10.8%)	99.5	109.6	+10.0 (+10.1%)		
	Overseas Subsidiaries	0.9	1.2	+0.3 (+36.8%)	2.8	3.6	+0.8 (+28.0%)		
	Total	36.3	32.8	-3.5 (-9.6%)	109.7	118.0	+8.3 (+7.6%)		
Operating Income	Toray	▲ 0.7	▲ 0.5	+0.2 (-)	▲ 2.4	▲ 2.2	+0.2 (-)		
	Japanese Subsidiaries	0.1	0.3	+0.3 (+478.2%)	0.2	4.4	+4.2 (-)		
	Overseas Subsidiaries	▲ 0.1	▲ 0.1	-0.1 (-)	▲ 0.1	▲ 0.3	-0.2 (-)		
	Adjustment	0.0	0.1	+0.1	0.1	2.1	+2.0		
	Total	▲ 0.7	▲ 0.3	+0.4 (-)	▲ 2.2	3.9	+6.2 (-)		



## 3Q (Oct.-Dec.)

## Sales Decreased / Income Increased

- Toray** : Sales of the water treatment business declined due to lack of large-scale projects similar to those during the same period a year earlier and also because of the stronger yen.
- Japanese Subsidiaries** : The machinery business of a trading subsidiary had an impact of the strong yen, however, an engineering subsidiary reported steady performance in plant business.
- Overseas Subsidiaries** : Sales volume of reverse osmosis membranes increased at a subsidiary in China.

## Nine Months (Apr.-Dec.)

## Sales / Income Increased

Sales of the water treatment business declined due to lack of large-scale projects similar to those during the same period a year earlier and also because of the stronger yen. Nevertheless, the Company actively pursued activities to win orders for reverse osmosis membranes and other water treatment membranes around the world. In Japan, large projects at a water treatment engineering subsidiary made progress, while sales at construction and real estate subsidiaries expanded.



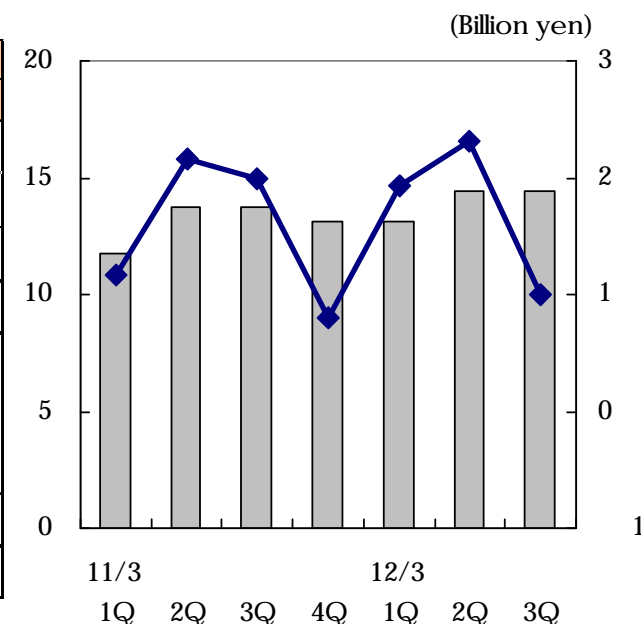
# Business Results by Segment (Life Science)

Unit : Billion yen

		3Q (Oct.-Dec.)				Nine Months (Apr.-Dec.)			
		FY Mar/11	FY Mar/12	Changes		FY Mar/11	FY Mar/12	Changes	
Net Sales	Toray	4.3	4.4	+0.2	(+4.0%)	10.9	13.1	+2.2	(+19.8%)
	Japanese Subsidiaries	9.3	9.6	+0.4	(+3.9%)	27.5	27.7	+0.2	(+0.6%)
	Overseas Subsidiaries	0.2	0.4	+0.2	(+79.1%)	0.8	1.2	+0.4	(+44.5%)
	Total	13.8	14.5	+0.7	(+5.1%)	39.3	42.0	+2.7	(+6.9%)
Operating Income	Toray	2.0	0.6	-1.4	(-70.7%)	4.5	4.1	-0.5	(-10.1%)
	Japanese Subsidiaries	0.1	0.4	+0.3	(+239.2%)	0.7	1.1	+0.4	(+54.5%)
	Overseas Subsidiaries	0.0	▲ 0.0	-0.0	(-)	0.1	0.0	-0.0	(-41.5%)
	Adjustment	▲ 0.1	▲ 0.0	+0.1		0.0	0.0	-0.0	
	Total	2.0	1.0	-1.0	(-50.1%)	5.3	5.2	-0.1	(-1.7%)

Net Sales  
<Bar chart>

Operating Income  
<Line chart>



3Q (Oct.-Dec.)

Sales Increased / Income Decreased

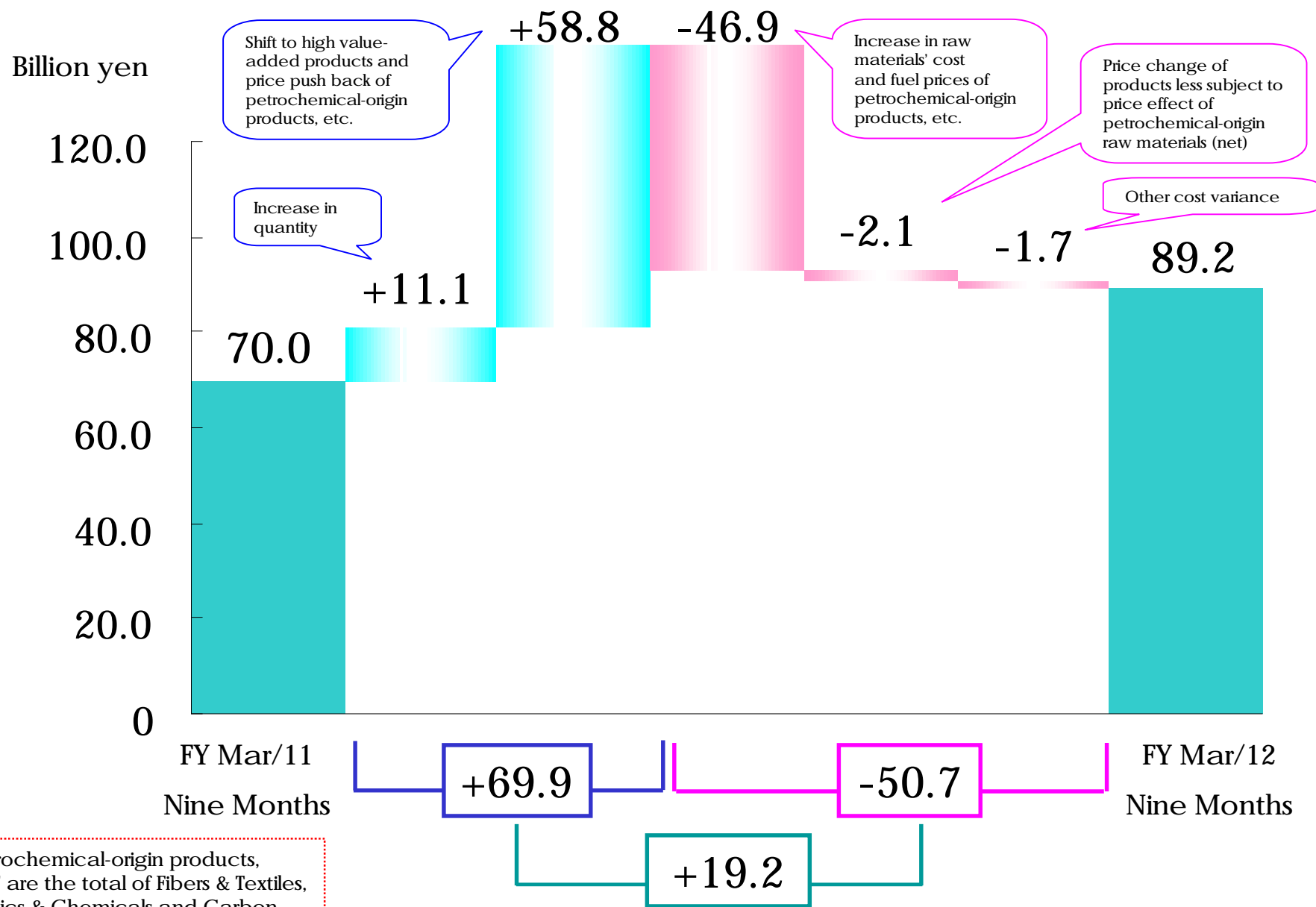
Sales of REMITCH®, an oral antipruritus drug for hemodialysis patients, as well as that of TORAYLIGHT™, a polysulfone membrane artificial kidney, increased. However, operating income fell partly due to an increased burden of development cost.

Nine Months  
(Apr.-Dec.)

Sales Increased /  
Income Decreased

Sales of pharmaceutical products including REMITCH®, an oral antipruritus drug for hemodialysis patients, as well as those of TORAYMYXIN™, a hemoperfusion absorption column for removing endotoxin, and TORAYLIGHT™, a polysulfone membrane artificial kidney, increased. However, operating income fell partly due to an increased burden of development cost.

# Income Variance Factor Analysis (Nine Months)



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

# Results of Major Subsidiaries (Nine Months)

Billion yen

		Net Sales			Operating Income		
		FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes	FY Mar/11 Nine Months (Apr.-Dec.)	FY Mar/12 Nine Months (Apr.-Dec.)	Changes
Toray International Inc.		326.8	372.8	+46.0	5.5	7.8	+2.2
Toray Engineering Co., Ltd.		50.1	57.3	+7.2	0.9	1.8	+0.9
Toray Construction Co., Ltd.		19.9	39.9	+20.0	▲ 1.0	2.6	+3.6
Toray Advanced Film Co., Ltd.		40.0	35.4	-4.6	3.0	2.4	-0.6
Toray Medical Co., Ltd.		27.7	27.9	+0.2	0.7	1.1	+0.4
TAK (Republic of Korea)		65.4	71.2	+5.8	11.4	11.9	+0.5
TPM (Malaysia)		48.5	44.2	-4.2	2.3	0.3	-2.1
Subsidiaries in Southeast Asia *1	Fibers & Textiles	67.3	76.4	+9.1	2.7	6.4	+3.8
	Plastics & Chemicals	56.5	53.5	-2.9	4.5	2.8	-1.7
	Others	5.5	4.9	-0.6	0.3	0.3	-0.0
	Total	129.2	134.8	+5.5	7.5	9.6	+2.1
Subsidiaries in China *2	Fibers & Textiles	80.3	97.8	+17.5	5.5	8.5	+3.0
	Plastics & Chemicals	35.3	40.6	+5.3	0.9	0.7	-0.3
	Others	8.5	7.8	-0.6	0.2	▲ 0.1	-0.2
	Total	124.1	146.2	+22.1	6.6	9.1	+2.5
Films Subsidiaries (Overseas) *3	Plastics & Chemicals	57.2	65.0	+7.8	6.0	9.7	+3.7
	IT-related Products	35.8	37.6	+1.8	7.1	6.8	-0.3
	Total	93.0	102.6	+9.6	13.1	16.5	+3.4

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

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

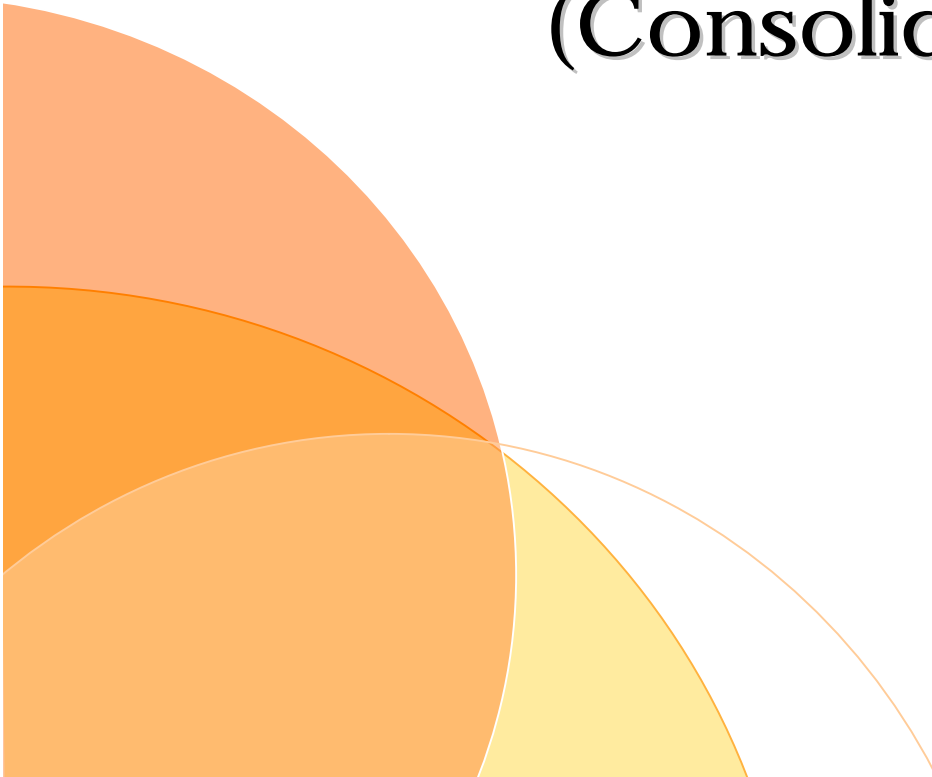
\*3 : TAK, PFR, TPA, TFE, TFH/TFZ, TAFK sum total

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

Billion yen

Segment	Operating Income FY Mar/12 2Q → FY Mar/12 3Q ( ) difference	Variance Factors
Fibers & Textiles	12.6 → 15.5 (+2.9)	<ul style="list-style-type: none"> <li>• Shipment volume of garments such as autumn-winter inner wear using functional materials increased.</li> </ul>
Plastics & Chemicals	7.8 → 5.9 (-1.9)	<ul style="list-style-type: none"> <li>• Demand for engineering plastic resins for automotive-use continued to recover from the effect of the earthquake in Japan. Overseas, demand for general purpose ABS and other products still stagnated mainly in the Chinese market.</li> <li>• In films business, demand waned both in Japan and overseas because of the global economic slowdown and price-cutting competition intensified.</li> </ul>
IT-related Products	10.3 → 5.3 (-5.0)	<ul style="list-style-type: none"> <li>• Demand for FPD-related materials decreased including films and electric circuit materials due to further production adjustment at panel manufacturers.</li> </ul>
Carbon Fiber Composite Materials	2.3 → 2.6 (+0.3)	<ul style="list-style-type: none"> <li>• Materials for aircraft application and industrial-use application performed steadily.</li> <li>• Demand for the sports application products weakened due to the economic slowdown in US and Europe.</li> </ul>
Environment & Engineering	5.6 → 0.3 (-5.8)	<ul style="list-style-type: none"> <li>• Sales of construction and real-estate subsidiary were mostly accounted for in the 2Q and there were less completed projects in the 3Q.</li> </ul>
Life Science	2.3 → 1.0 (-1.3)	<ul style="list-style-type: none"> <li>• Development cost of pharmaceuticals increased.</li> </ul>
Others	0.4 → 0.3 (-0.1)	
Adjustment	5.0 → 4.5 (+0.5)	
Consolidated	36.2 → 25.8 (-10.4)	

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



# Forecast Summary

		Billion yen					
		FY Mar/11 Actual	FY Mar/12 New Forecast	Year-on-Year Changes		Previous Forecast	Difference from Previous Forecast
Net Sales	1st Half	733.4	799.8	+66.4	(+9.1%)	799.8	-
	2nd Half	806.3	810.2	+3.9	(+0.5%)	870.2	-60.0
	Total	1,539.7	1,610.0	+70.3	(+4.6%)	1,670.0	-60.0
Operating Income	1st Half	42.5	63.4	+20.9	(+49.1%)	63.4	-
	2nd Half	57.6	46.6	-11.0	(-19.1%)	56.6	-10.0
	Total	100.1	110.0	+9.9	(+9.9%)	120.0	-10.0
Ordinary Income	1st Half	40.5	65.5	+25.0	(+61.9%)	65.5	-
	2nd Half	58.4	44.5	-13.9	(-23.8%)	54.5	-10.0
	Total	98.9	110.0	+11.1	(+11.2%)	120.0	-10.0
Net Income	1st Half	24.9	40.1	+15.2	(+60.9%)	40.1	-
	2nd Half	33.0	22.9	-10.1	(-30.6%)	33.9	-11.0
	Total	57.9	63.0	+5.1	(+8.8%)	74.0	-11.0

Net Income per Share	1st Half	16.0 yen	24.6 yen
	2nd Half	20.3 yen	14.1 yen
	Total	36.4 yen	38.7 yen
Dividend per Share	1st Half	2.5 yen	5.0 yen
	2nd Half	5.0 yen	5.0 yen
	Total	7.5 yen	10.0 yen

Remarks :  
Estimated exchange rate : 77 yen / US\$ (January ~)  
Estimated oil price : 110 US\$/ B (DUBAI FOB) (January ~)

# Forecast by Segment

Billion yen

		FY Mar/11			FY Mar/12			Year-on-Year Changes			Difference from Previous Forecast
		1H Actual	2H Actual	Total Actual	1H Actual	2H	Total Forecast	1H Actual	2H	Total Forecast	Total Forecast
Net Sales	Fibers & Textiles	273.1	311.1	584.1	307.5	332.5	640.0	+34.4	+21.5	+55.9	-
	Plastics & Chemicals	186.5	195.8	382.3	206.5	193.5	400.0	+19.9	-2.2	+17.7	-30.0
	IT-related Products	136.2	125.9	262.0	130.0	120.0	250.0	-6.1	-5.9	-12.0	-10.0
	Carbon Fiber Composite Materials	31.9	35.1	67.0	36.3	33.7	70.0	+4.5	-1.5	+3.0	-10.0
	Environment & Engineering	73.5	104.7	178.2	85.3	94.7	180.0	+11.8	-10.0	+1.8	-10.0
	Life Science	25.5	26.9	52.4	27.5	27.5	55.0	+2.0	+0.6	+2.6	-
	Others	6.8	6.9	13.6	6.7	8.3	15.0	-0.1	+1.5	+1.4	-
	Consolidated	733.4	806.3	1,539.7	799.8	810.2	1,610.0	+66.4	+3.9	+70.3	-60.0
Operating Income	Fibers & Textiles	13.6	18.9	32.4	22.7	22.3	45.0	+9.2	+3.4	+12.6	-
	Plastics & Chemicals	12.1	15.0	27.1	16.4	11.6	28.0	+4.3	-3.5	+0.9	-3.0
	IT-related Products	21.3	20.9	42.2	19.7	15.3	35.0	-1.6	-5.7	-7.2	-3.0
	Carbon Fiber Composite Materials	1.2	2.0	3.3	5.0	4.0	9.0	+3.8	+1.9	+5.7	-1.0
	Environment & Engineering	▲ 1.5	4.9	3.3	4.2	0.8	5.0	+5.7	-4.1	+1.7	-3.0
	Life Science	3.3	2.8	6.1	4.2	1.8	6.0	+0.9	-1.0	-0.1	-
	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	▲ 9.4	▲ 9.6	▲ 19.0	-1.6	-1.9	-3.5	-
	Consolidated	42.5	57.6	100.1	63.4	46.6	110.0	+20.9	-11.0	+9.9	-10.0

# Operating Income Comparison with Previous Forecast by Segment

Billion yen

Segment	Full-year Operating Income Previous Forecast → New Forecast ( ) difference	Variance Factors
Fibers & Textiles	45.0 → 45.0 ( - )	• In line with the previous forecast.
Plastics & Chemicals	31.0 → 28.0 (-3.0)	• Resins subsidiary in Malaysia and resin compound subsidiary in China are expected to be affected by stagnant export of end-products to the developed countries as well as the sluggish domestic demand in the Chinese market.
IT-related Products	38.0 → 35.0 (-3.0)	• Shipment volume of FPD-related materials is estimated to decrease due to delay in the recovery of panel production which was expected in the 4Q.
Carbon Fiber Composite Materials	10.0 → 9.0 (-1.0)	• Estimate decrease in sales especially in sports application due to sluggish demand in Asia. In order to adjust inventory levels, operational adjustment is due to be carried out.
Environment & Engineering	8.0 → 5.0 (-3.0)	• Estimate a delay in some project associated with water-treatment membrane business which was expected to be completed in the 2nd half of the current fiscal year. • Sales of industrial machinery is expected to fall short of the target at an engineering subsidiary.
Life Science	6.0 → 6.0 ( - )	• In line with the previous forecast.
Others	1.0 → 1.0 ( - )	• In line with the previous forecast.
Adjustment	19.0 → 19.0 ( - )	
Consolidated	120.0 → 110.0 (-10.0)	



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.