

August 6, 2012

**Announcement of Consolidated Results
For the First Quarter Ended June 30, 2012**

Toray Industries, Inc.



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I. Consolidated Business Results for the 1Q Ended June 30, 2012

Summary of Consolidated Business Results for the 1Q Ended June 30, 2012

Unit: Billion yen

	FY Mar/12 1Q	FY Mar/13 1Q	Changes
Net Sales	374.8	364.1	- 10.7 (-2.9%)
Cost of Sales	294.8	291.3	- 3.4 (-1.2%)
Gross Profit	80.1	72.8	- 7.3 (-9.1%)
(Gross Profit to Net Sales)	21.4%	20.0%	- 1.4 points
Operating Income	27.3	17.3	- 10.0 (-36.7%)
(Operating Income to Net Sales)	7.3%	4.7%	- 2.5 points
Non-operating Income and Expenses, net	1.8	1.8	+0.0
Ordinary Income	29.1	19.1	- 10.0 (-34.3%)
Special Credits and Charges, net	▲ 0.7	▲ 2.6	- 1.8
Income before Income Taxes	28.3	16.5	- 11.8 (-41.7%)
Net Income	17.8	10.1	- 7.7 (-43.3%)

Exchange Rate

<Yen/US\$>

FY Mar/12 1Q → FY Mar/13 1Q
1Q Average: 81.7 → 80.2
End of the term: 80.7 → 79.3

<Yen/Euro>

FY Mar/12 1Q → FY Mar/13 1Q
1Q Average: 117.4 → 102.9
End of the term: 116.8 → 98.7

Oil Price

<US\$/B> (DUBAI FOB)

FY Mar/12 1Q → FY Mar/13 1Q
1Q Average: 110.7 → 106.3

*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/12 1Q	FY Mar/13 1Q	Changes
Non-operating Income	4.5	4.6	+0.1
Interest and Dividend Income	1.3	1.4	+0.1
Equity in Earnings of Affiliates	1.8	1.8	-0.1
Others	1.3	1.4	+0.1
Non-operating Expenses	▲ 2.6	▲ 2.8	-0.1
Interest Expenses	▲ 1.4	▲ 1.4	-0.0
Others	▲ 1.3	▲ 1.3	-0.1
Non-operating Income and Expenses, net	1.8	1.8	+0.0
Interest and Dividend Income, Interest Expenses, net	▲ 0.1	▲ 0.0	+0.0

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

Special Credits and Charges

Billion yen

	FY Mar/12 1Q	FY Mar/13 1Q	Changes
Special Credits	0.0	0.1	+0.1
Gain on Sales of Property, Plant and Equipment	0.0	0.1	+0.1
Gain on Sales of Investment Securities	0.0	-	-0.0
Special Charges	▲ 0.8	▲ 2.7	-1.9
Loss on Sales and Disposal of Property, Plant and Equipment	▲ 0.3	▲ 0.4	-0.1
Loss on Disaster	▲ 0.3	▲ 0.9	-0.5
Loss on Write-down of Investment Securities	▲ 0.1	▲ 1.4	-1.3
Others	▲ 0.1	▲ 0.0	+0.1
Special Credits and Charges, net	▲ 0.7	▲ 2.6	-1.8

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

Assets, Liabilities and Net Assets

Billion yen

	End of Mar/12	End of Jun/12	Changes
Total Assets	1,581.5	1,616.1	+34.6
Current Assets	726.2	749.1	+22.9
Tangible Assets	561.9	581.1	+19.2
Intangible Assets	42.6	42.5	-0.1
Investment and Other Assets	250.7	243.3	-7.4

	End of Mar/12	End of Jun/12	Changes
Total Liabilities	907.4	928.1	+20.8
Current Liabilities	515.8	537.5	+21.6
Other Liabilities	391.5	390.6	-0.9
Total Net Assets	674.1	688.0	+13.9
Interest-bearing Debts	481.9	515.7	+33.8
D/E Ratio	0.77	0.81	+0.04

Capital Expenditures, Depreciation and R&D Expenses



Billion yen

	FY Mar/12 1Q	FY Mar/13 1Q	Changes	Comments
Capital Expenditures	9.3	18.6	+9.3	Toray : 4.2, Consolidated subsidiaries : 14.3
Depreciation -)	16.0	15.1	-1.0	Toray : 6.6, Consolidated subsidiaries : 8.5
Transfer, Disposal, etc.	11.3	15.7	+4.4	
Changes in Tangible Assets	4.6	19.2	+14.6	
R&D Expenses	12.2	13.0	+0.8	

Major Capital Expenditures:

TAK (Toray Advanced Materials Korea Inc.) : Carbon fiber production facilities

TAFK (Toray Advanced Film Kaohsiung Co., Ltd.) : Self-adhesive protection film production facilities

Net Sales and Operating Income by Segment

Innovation by Chemistry

Unit: Billion yen

	Net Sales			Operating Income		
	FY Mar/12 1Q	FY Mar/13 1Q	Changes	FY Mar/12 1Q	FY Mar/13 1Q	Changes
Fibers & Textiles	142.3	135.8	-6.5 (-4.6%)	10.2	8.7	-1.4 (-13.9%)
Plastics & Chemicals	103.0	97.2	-5.8 (-5.6%)	8.6	5.5	-3.2 (-36.5%)
IT-related Products	64.3	58.0	-6.2 (-9.7%)	9.5	4.2	-5.3 (-56.1%)
Carbon Fiber Composite Materials	19.0	18.4	-0.6 (-3.2%)	2.7	2.2	-0.5 (-19.0%)
Environment & Engineering	30.1	38.5	+8.3 (+27.6%)	▲ 1.4	▲ 0.1	+1.3 (-)
Life Science	13.1	13.1	+0.0 (+0.1%)	1.9	1.6	-0.3 (-17.9%)
Others	3.1	3.1	+0.0 (+0.5%)	0.1	0.2	+0.1 (+98.2%)
Total	374.8	364.1	-10.7 (-2.9%)	31.7	22.3	-9.4 (-29.6%)
Adjustment				▲ 4.4	▲ 5.0	-0.6
Consolidated	374.8	364.1	-10.7 (-2.9%)	27.3	17.3	-10.0 (-36.7%)

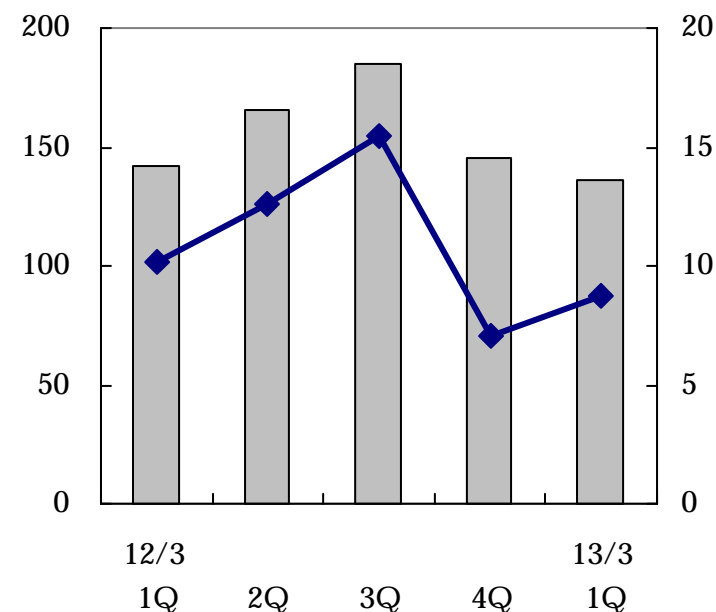
Business Results by Segment (Fibers & Textiles)

Unit: Billion yen

		FY Mar/12 1Q	FY Mar/13 1Q	Changes	
Net Sales	Toray	26.2	25.8	-0.4	(-1.5%)
	Japanese Subsidiaries	66.8	63.3	-3.5	(-5.3%)
	Overseas Subsidiaries	49.3	46.7	-2.6	(-5.3%)
	Total	142.3	135.8	-6.5	(-4.6%)
Operating Income	Toray	3.4	4.0	+0.6	(+16.9%)
	Japanese Subsidiaries	1.8	2.0	+0.2	(+10.1%)
	Overseas Subsidiaries	6.1	3.0	-3.1	(-50.9%)
	Adjustment	▲ 1.2	▲ 0.2	+0.9	
	Total	10.2	8.7	-1.4	(-13.9%)

Net Sales
<Bar chart>

Operating Income
<Line chart>
(Billion yen)



Japan:

Sales of industrial-use materials in general grew steadily fueled by factors including rising sales for automotive applications reflecting production expansion by automobile manufacturers. Demand for apparel applications, however, remained weak due to the unseasonal weather in early spring as well as other factors.

Overseas:

In addition to sluggish demand in Asia region given the impact of the economic slowdown in the U.S. and Europe, both production and sales continued to be affected by the floods in Thailand following the fourth quarter of the previous fiscal year.

Business Results by Segment (Plastics & Chemicals)

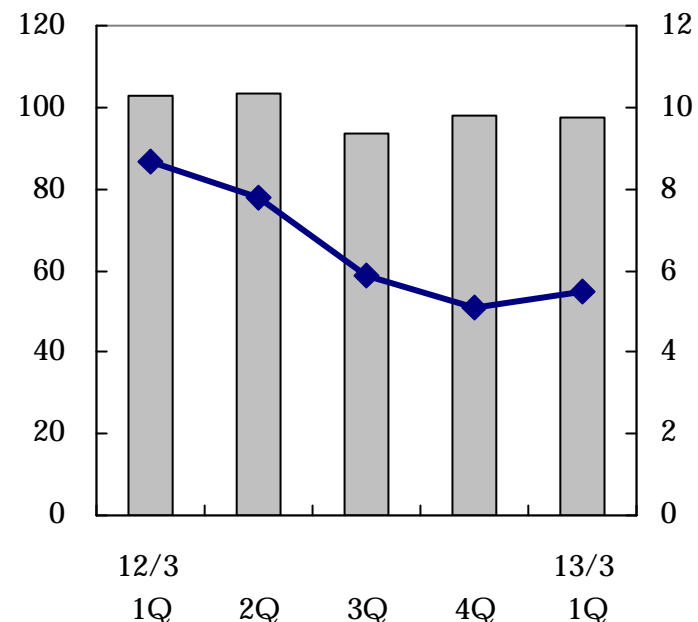
Unit: Billion yen

		FY Mar/12 1Q	FY Mar/13 1Q	Changes	
Net Sales	Toray	18.4	18.5	+0.2	(+0.9%)
	Japanese Subsidiaries	37.4	34.3	-3.1	(-8.3%)
	Overseas Subsidiaries	47.2	44.4	-2.8	(-5.9%)
	Total	103.0	97.2	-5.8	(-5.6%)
Operating Income	Toray	1.1	0.9	-0.2	(-20.1%)
	Japanese Subsidiaries	3.0	1.8	-1.1	(-38.1%)
	Overseas Subsidiaries	4.7	2.5	-2.2	(-46.7%)
	Adjustment	▲ 0.1	0.3	+0.4	
	Total	8.6	5.5	-3.2	(-36.5%)

Net Sales
<Bar chart>

Operating Income
<Line chart>

(Billion yen)



Plastic Resins Business:

Sales volume of engineering plastics for automotive applications increased on production expansion primarily by automobile manufacturers in Japan. In overseas, the inventory adjustment of general purpose ABS resins in supply chains having continued from the previous year bottomed out in China, the biggest market for such resins. The shipment of the material, however, remained slow reflecting the uncertainties over the economic outlook.

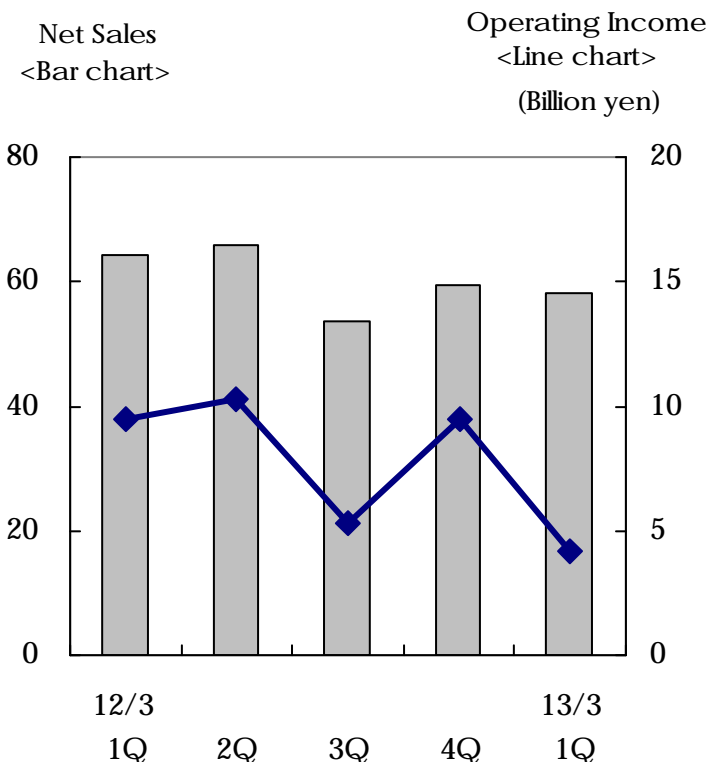
Films Business:

The Japanese and overseas demand for film business's products remained sluggish due to the worldwide economic slowdown, while price competition continued to intensify. A processed films subsidiary entered a phase of adjustment on the rebound of post-quake demand increase.

Business Results by Segment (IT-related Products)

Unit: Billion yen

		FY Mar/12 1Q	FY Mar/13 1Q	Changes	
Net Sales	Toray	27.5	20.6	-7.0	(-25.3%)
	Japanese Subsidiaries	18.8	20.5	+1.8	(+9.3%)
	Overseas Subsidiaries	17.9	16.9	-1.0	(-5.8%)
	Total	64.3	58.0	-6.2	(-9.7%)
Operating Income	Toray	6.0	2.8	-3.3	(-54.3%)
	Japanese Subsidiaries	1.2	1.4	+0.2	(+19.4%)
	Overseas Subsidiaries	2.2	1.4	-0.9	(-38.9%)
	Adjustment	0.0	▲ 1.4	-1.4	
	Total	9.5	4.2	-5.3	(-56.1%)



While production adjustment for LCD panel caused by the slowdown in the flat-screen TV market ended and the production registered a gradual recovery, the flat-screen TV-related products including films and processed film products did not reach the levels marked in the same period a year earlier. Price competition intensified also reflecting declines in prices of end products. Sales of materials for small and mid-sized displays remained sluggish except for some products including those for smartphones.

Details of the Sales of IT-related Products Segment

[Sales ratio by sub-segment]

Unit: Billion yen

	FY Mar/12 1Q		FY Mar/13 1Q		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Display Materials	25.6	40%	19.8	34%	-23%
Electronic Components, Semiconductor, Electric Circuit Materials	22.4	35%	22.9	39%	+2%
Data Storage Materials	8.1	13%	8.2	14%	+1%
Equipment, others	8.1	13%	7.1	12%	-12%
Total of IT-related Products Segment	64.3		58.0		-10%

Display materials: Sales of LCD and PDP TV related products including films and processed films products were sluggish.

Electronic components, semiconductor, electric circuit materials: Business in films for electronic components, processed film products and electric circuit materials were affected by the weak demand of flat-screen TVs and PCs, however, sales increased with the contribution of Toray Battery Separator Film Co., Ltd. which was made Toray's wholly-owned subsidiary.

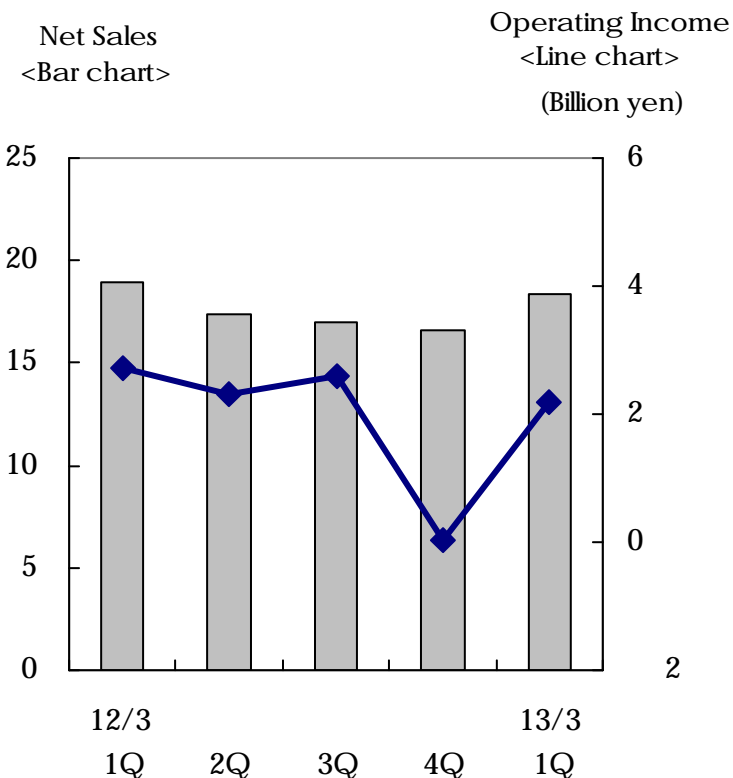
Data storage materials: Sales of magnetic materials and films for thermal transfer ribbons were steady.

Equipment, others: Shipment of LCD color filters production equipment increased while other equipment, etc. were sluggish.

Business Results by Segment (Carbon Fiber Composite Materials)

Unit: Billion yen

		FY Mar/12 1Q	FY Mar/13 1Q	Changes	
Net Sales	Toray	14.0	15.0	+1.1	(+7.6%)
	Japanese Subsidiaries	10.9	10.7	-0.2	(-1.8%)
	Overseas Subsidiaries	14.3	13.8	-0.6	(-3.9%)
	Adjustment	▲ 20.2	▲ 21.1	-0.9	
	Total	19.0	18.4	-0.6	(-3.2%)
Operating Income	Toray	1.4	1.4	+0.0	(+2.4%)
	Japanese Subsidiaries	0.1	0.1	+0.0	(+17.1%)
	Overseas Subsidiaries	1.1	1.3	+0.2	(+18.9%)
	Adjustment	0.1	▲ 0.7	-0.8	
	Total	2.7	2.2	-0.5	(-19.0%)



Toray Group actively pursued sales growth in aerospace and general industrial applications, as demand for aircraft applications grew and that environmental and energy fields including compressed natural gas tanks expanded. Demand for sports applications declined, hurt by the impact of the economic slowdown in Japan and overseas since the second half of the previous fiscal year. There are some signs of recovery in demand for sports applications, though price competition has been intensifying at the same time.

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/12 1Q		FY Mar/13 1Q		
	Net Sales	Ratio	Net Sales	Ratio	Changes
Aerospace	7.0	37%	7.7	42%	+11%
Sports	4.0	21%	3.0	16%	-26%
Industrial	8.0	42%	7.7	42%	-4%
Total of Carbon Fiber Composite Materials	19.0		18.4		-3%

Aerospace: Shipment of products for existing models were healthy and shipment of Boeing 787 proceeded as planned.

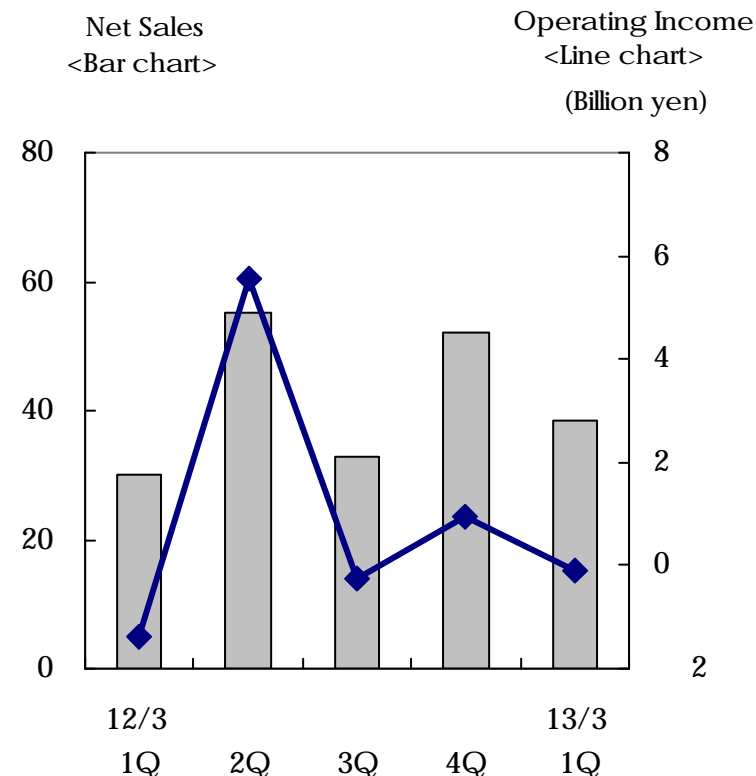
Sports: Demand which was on a weak note since October 2011 bottomed out in the Jan. - Mar. quarter, 2012 and is gradually recovering, however, the pace of demand recovery is still slow reflecting concerns over the U.S. and Europe economy's outlook.

Industrial: Shipment of materials especially for compressed natural gas tank were steady.

Business Results by Segment (Environment & Engineering)

Unit: Billion yen

		FY Mar/12 1Q	FY Mar/13 1Q	Changes	
Net Sales	Toray	1.5	1.6	+0.1	(+10.3%)
	Japanese Subsidiaries	27.5	36.0	+8.5	(+31.1%)
	Overseas Subsidiaries	1.2	0.9	-0.4	(-29.2%)
	Total	30.1	38.5	+8.3	(+27.6%)
Operating Income (Loss)	Toray	▲ 0.7	▲ 0.8	-0.0	(-)
	Japanese Subsidiaries	▲ 0.5	0.6	+1.0	(-)
	Overseas Subsidiaries	▲ 0.1	▲ 0.1	+0.0	(-)
	Adjustment	▲ 0.0	0.2	+0.3	
	Total	▲ 1.4	▲ 0.1	+1.3	(-)



Toray:

While demand for the water treatment membrane was sluggish in its main markets such as Europe, U.S., Middle East and China, the Company has been pursuing activities to win orders for various water treatment membranes including reverse osmosis membrane around the world.

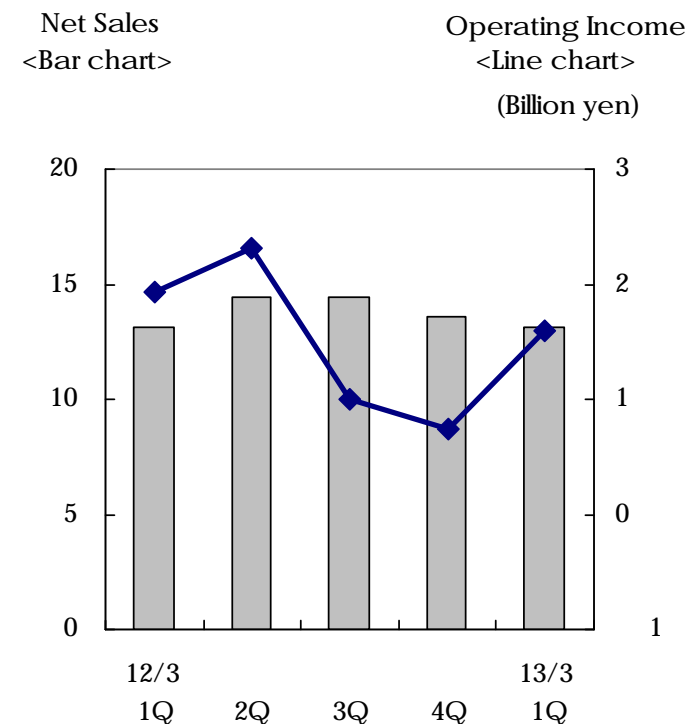
Japanese Subsidiaries:

Sales at the construction and real estate companies and engineering subsidiaries were stronger than the same period a year ago.

Business Results by Segment (Life Science)

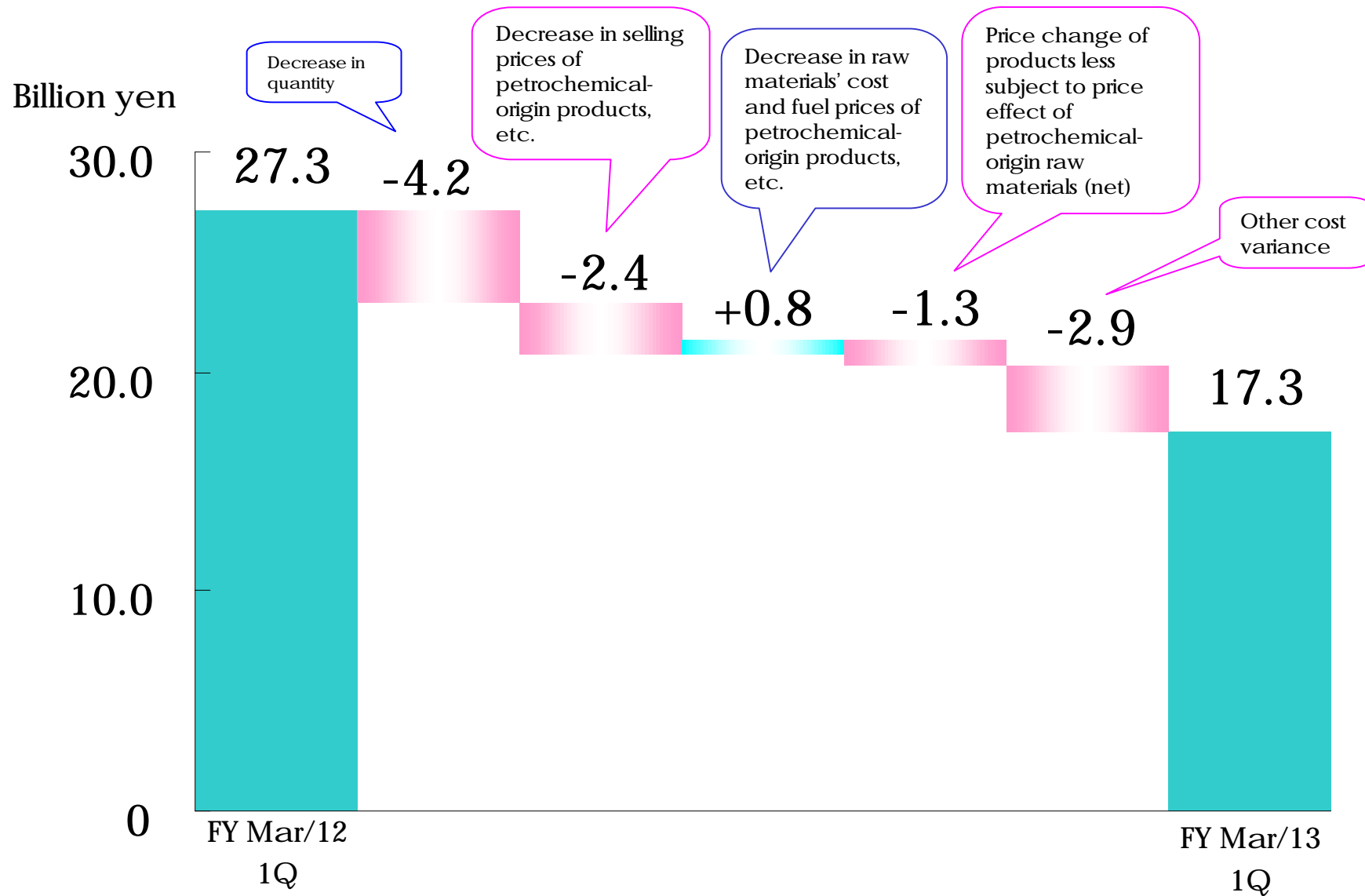
Unit: Billion yen

		FY Mar/12 1Q	FY Mar/13 1Q	Changes	
Net Sales	Toray	4.3	3.8	-0.5	(-10.8%)
	Japanese Subsidiaries	8.5	9.2	+0.7	(+7.7%)
	Overseas Subsidiaries	0.4	0.2	-0.2	(-46.6%)
	Total	13.1	13.1	+0.0	(+0.1%)
Operating Income	Toray	1.7	1.7	-0.0	(-2.8%)
	Japanese Subsidiaries	0.1	0.2	+0.0	(+14.0%)
	Overseas Subsidiaries	0.0	▲ 0.0	-0.0	(-)
	Adjustment	0.1	▲ 0.2	-0.3	
	Total	1.9	1.6	-0.3	(-17.9%)



Sales of medical products including TORAYLIGHT™ NV, a new polysulfone membrane artificial kidney introduced in 2011, increased strongly, while those of pharmaceutical products were affected by fall in selling price resulting from the NHI drug price revision in April this year.

Income Variance Factor Analysis



“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/12 1Q	FY Mar/13 1Q	Changes	FY Mar/12 1Q	FY Mar/13 1Q	Changes
Toray International Inc.	111.3	104.9	-6.4	1.7	2.0	+0.3
Toray Engineering Co., Ltd.	15.2	21.5	+6.3	0.4	0.1	-0.3
Toray Construction Co., Ltd.	4.5	9.1	+4.6	▲0.5	0.2	+0.7
Toray Advanced Film Co., Ltd.	13.1	11.9	-1.2	1.1	0.5	-0.6
Toray Medical Co., Ltd.	8.6	9.3	+0.7	0.1	0.2	+0.0
TAK (Republic of Korea)	23.5	23.1	-0.4	3.7	2.7	-1.0
TPM (Malaysia)	17.1	14.8	-2.4	0.6	0.4	-0.3

Subsidiaries in Southeast Asia *1	Fibers & Textiles	26.4	21.5	-4.9	2.6	▲0.7	-3.4
	Plastics & Chemicals	21.1	17.5	-3.6	1.6	0.9	-0.7
	Others	1.5	1.9	+0.5	0.1	0.1	-0.0
	Total	49.0	40.9	-8.1	4.3	0.3	-4.0
Subsidiaries in China *2	Fibers & Textiles	25.9	23.5	-2.4	1.7	2.0	+0.3
	Plastics & Chemicals	13.5	12.7	-0.8	0.3	0.1	-0.2
	Others	2.3	2.5	+0.2	0.0	▲0.2	-0.2
	Total	41.7	38.7	-3.0	2.0	1.9	-0.1
Films Subsidiaries (Overseas) *3	Plastics & Chemicals	22.2	20.0	-2.2	3.5	1.8	-1.7
	IT-related Products	12.1	11.5	-0.7	2.0	1.5	-0.5
	Total	34.3	31.5	-2.8	5.5	3.3	-2.2

*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, TFCC sum total

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

II. Business Forecast for the Fiscal Year Ending March 2013 (Consolidated Basis)

Forecast Summary

Billion yen

		FY Mar/12 Actual	FY Mar/13 Forecast	Changes	
Net Sales	1st Half	799.8	790.0	-9.8	(-1.2%)
	2nd Half	788.8	940.0	+151.2	(+19.2%)
	Total	1,588.6	1,730.0	+141.4	(+8.9%)
Operating Income	1st Half	63.4	40.0	-23.4	(-36.9%)
	2nd Half	44.3	75.0	+30.7	(+69.3%)
	Total	107.7	115.0	+7.3	(+6.8%)
Ordinary Income	1st Half	65.5	39.0	-26.5	(-40.5%)
	2nd Half	44.3	75.0	+30.7	(+69.1%)
	Total	109.8	114.0	+4.2	(+3.8%)
Net Income	1st Half	40.1	21.0	-19.1	(-47.6%)
	2nd Half	24.1	45.0	+20.9	(+86.5%)
	Total	64.2	66.0	+1.8	(+2.8%)

Remarks : Estimated exchange rate : 79 yen / US\$ (from July), Estimated oil price : 105 US\$/ B (DUBAI FOB) (from July)

Forecast by Segment

Billion yen

		FY Mar/12 Actual			FY Mar/13 Forecast			Changes		
		1st Half	2nd Half	Total	1st Half	2nd Half	Total	1st Half	2nd Half	Total
Net Sales	Fibers & Textiles	307.5	330.9	638.4	310.0	370.0	680.0	+2.5	+39.1	+41.6
	Plastics & Chemicals	206.5	191.4	397.8	210.0	220.0	430.0	+3.5	+28.6	+32.2
	IT-related Products	130.0	113.4	243.4	120.0	150.0	270.0	-10.0	+36.6	+26.6
	Carbon Fiber Composite Materials	36.3	33.6	69.9	40.0	50.0	90.0	+3.7	+16.4	+20.1
	Environment & Engineering	85.3	85.0	170.2	75.0	110.0	185.0	-10.3	+25.0	+14.8
	Life Science	27.5	28.0	55.6	28.0	32.0	60.0	+0.5	+4.0	+4.4
	Others	6.7	6.6	13.3	7.0	8.0	15.0	+0.3	+1.4	+1.7
	Consolidated	799.8	788.8	1,588.6	790.0	940.0	1,730.0	-9.8	+151.2	+141.4
Operating Income	Fibers & Textiles	22.7	22.6	45.3	19.0	30.0	49.0	-3.7	+7.4	+3.7
	Plastics & Chemicals	16.4	11.0	27.4	12.0	15.0	27.0	-4.4	+4.0	-0.4
	IT-related Products	19.7	14.8	34.5	10.0	21.0	31.0	-9.7	+6.2	-3.5
	Carbon Fiber Composite Materials	5.0	2.6	7.7	5.0	7.0	12.0	-0.0	+4.4	+4.3
	Environment & Engineering	4.2	0.7	4.9	0.0	6.0	6.0	-4.2	+5.3	+1.1
	Life Science	4.2	1.7	6.0	2.5	4.5	7.0	-1.7	+2.8	+1.0
	Others	0.5	0.9	1.3	1.0	1.0	2.0	+0.5	+0.1	+0.7
	Adjustment	▲ 9.4	▲ 9.9	▲ 19.4	▲ 9.5	▲ 9.5	▲ 19.0	-0.1	+0.4	+0.4
	Consolidated	63.4	44.3	107.7	40.0	75.0	115.0	-23.4	+30.7	+7.3

Descriptions of predicted business results, projections, and business plans for the Fiscal Year ending March 2013 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.