

Reference

Quarterly Consolidated Statement of Income

(Millions of yen)

	Fiscal 2007 3Q (April 1, 2007 – December31, 2007)	Fiscal 2008 3Q (April 1, 2008 – December31, 2008)	Change
I Net sales	308,653	301,847	(6,806)
II Cost of sales	218,302	218,583	281
Gross profit	90,351	83,264	(7,087)
III Selling, general and administrative expenses	54,948	55,307	359
Operating income	35,403	27,956	(7,447)
IV Extraordinary income			
Gain on sales of investment securities	228	1,264	1,036
Gain on changes in retirement benefits plan	68	—	(68)
Total extraordinary income	297	1,264	967
V Extraordinary expenses			
Write-down of inventories	—	1,153	1,153
Write-down of investment securities	194	645	450
Loss on disposal of property, plant and equipment	223	107	(116)
Loss on valuation of investment securities	—	62	62
Restructuring charges	694	—	(694)
Loss on bussiness transfer due to spin-off	88	—	(88)
Total extraordinary expenses	1,202	1,968	766
Income before income taxes and minority interests	31,741	25,089	(6,651)
Current income taxes	11,200	5,260	(5,940)
Deferred income taxes	377	3,586	3,208
Total income taxes	11,578	8,846	(2,731)
Minority interests in net income of consolidated subsidiaries	(Decrease) 80	(Decrease) 129	(49)
Net income	20,083	16,113	(3,970)

Reference
Quarterly Consolidated Balance Sheets

(Millions of yen)

	March 31,2008	December 31, 2008	Change
ASSETS			
<u>I Current Assets</u>	<u>196,282</u>	<u>231,569</u>	<u>35,287</u>
Cash and cash equivalents	11,109	51,839	40,730
Notes and accounts receivable	95,472	81,055	(14,416)
Marketable securities	2,062	—	(2,062)
Inventories	72,534	84,128	11,594
Deferred tax assets	7,362	4,761	(2,600)
Others	8,764	10,465	1,701
Allowance for doubtful accounts	(1,021)	(680)	340
<u>II Fixed Assets</u>	<u>294,083</u>	<u>287,559</u>	<u>(6,523)</u>
1. <u>Tangible fixed assets</u>	<u>192,362</u>	<u>192,053</u>	<u>(308)</u>
Buildings and structures (net)	33,853	35,283	1,430
Machinery and equipment (net)	110,229	109,486	(742)
Land	19,094	19,076	(18)
Construction in progress	26,510	24,518	(1,991)
Others (net)	2,674	3,688	1,013
2. <u>Intangible fixed assets</u>	<u>34,008</u>	<u>28,013</u>	<u>(5,995)</u>
Goodwill	28,596	23,546	(5,050)
Others	5,411	4,466	(945)
3. <u>Investments and other assets</u>	<u>67,712</u>	<u>67,492</u>	<u>(219)</u>
Investment securities	51,590	49,592	(1,998)
Long-term loans	392	1,034	642
Deferred tax assets	3,538	4,718	1,180
Prepaid pension expenses	7,540	7,162	(377)
Others	4,962	5,305	343
Allowance for doubtful accounts	(311)	(320)	(9)
Total	490,365	519,129	28,763

Quarterly Consolidated Balance Sheets

(Millions of yen)

	March 31,2008	December 31, 2008	Change
LIABILITIES			
<u>I Current Liabilities</u>	<u>89,074</u>	<u>99,640</u>	<u>10,566</u>
Notes and accounts payable	39,170	34,899	(4,270)
Short-term bank loans	11,997	24,725	12,728
Commercial paper	—	10,000	10,000
Accrued income taxes	8,826	1,817	(7,008)
Reserve for bonuses	6,716	3,752	(2,694)
Other provision	66	43	(22)
Other	22,296	24,401	2,105
<u>II Long-term liabilities</u>	<u>56,457</u>	<u>79,050</u>	<u>22,593</u>
Corporate bonds	10,000	10,000	—
Long-term debt	11,954	35,281	23,326
Deferred tax liabilities	5,686	6,032	346
Accrued retirement benefits	12,959	14,042	1,083
Accrued retirement benefits for directors and auditors	191	183	(8)
Others	15,665	13,510	(2,155)
Total liabilities	145,532	178,691	33,159
NET ASSETS			
<u>I Shareholders' equity</u>	<u>324,547</u>	<u>332,521</u>	<u>7,973</u>
Capital	88,955	88,955	—
Additional paid-in capital	87,228	87,217	(11)
Retained earnings	189,282	197,245	7,963
Treasury stock	(40,919)	(40,897)	22
<u>II Valuation and translation adjustments</u>	<u>17,341</u>	<u>4,837</u>	<u>(12,503)</u>
Unrealized gain on revaluation of securities	6,895	3,559	(3,335)
Deferred gain on hedges	18	(35)	(53)
Foreign currency translation adjustments	10,427	1,313	(9,113)
<u>III Stock subscription rights</u>	<u>69</u>	<u>109</u>	<u>40</u>
Stock subscription rights	69	1,313	40
<u>IV Minority interests</u>	<u>2,875</u>	<u>2,969</u>	<u>93</u>
Minority interests	2,875	2,969	93
Total net assets	344,833	340,438	(4,395)
Total liabilities and net assets	490,365	519,129	28,763

Segment Information

Industrial Segment Information

Third Quarter of Fiscal 2008 (April 1, 2007 to December 31, 2007)

(¥ million)

	Chemicals and resins	Fibers and textiles	High-Performance materials, medical products and others	Total	Eliminated on consolidation and corporate	Consolidated total
Net sales						
(1)Outside customers	18,918	78,166	49,691	308,653	—	308,653
(2)Inter-segment sales and transfers	622	477	15,325	16,425	(16,425)	—
Total	181,540	78,593	64,944	325,079	(16,425)	308,653
Operating income	36,430	5,143	4,773	46,348	(10,944)	35,403

Third Quarter of Fiscal 2008 (April 1, 2008 to December 31, 2008)

(¥ million)

	Chemicals and resins	Fibers and textiles	High-Performance materials, medical products and others	Total	Eliminated on consolidation and corporate	Consolidated total
Net sales						
(1)Outside customers	182,253	74,827	43,766	301,847	—	301,847
(2)Inter-segment sales and transfers	148	436	7,206	7,791	(7,791)	—
Total	183,401	75,264	50,973	309,639	(7,791)	301,847
Operating income	33,843	2,489	2,666	38,999	(11,042)	27,956