

# Results for the Year ended March 31, 2009

May 13, 2009

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# 1. Consolidated Companies

KUREHA CORPORATION

(Unit : 100million yen)

		FY2007		FY2008		Increase/Decrease	
		Net sales	Total assets	Net sales	Total assets	Net sales	Total assets
<b>Kureha Corporation</b>		900	1,458	866	1,442	-34	-16
<b>Nishiki Trading Co., Ltd. and one group company</b>		319	120	294	104	-25	-16
<b>Advanced Materials</b>	Kureha Corporation	284	-	227	-	-56	-
	Nishiki Trading Co., Ltd. and one group company	101	-	86	-	-15	-
	Kakogawa Plastics Co., Ltd.	29	22	28	27	-0	5
	Kureha Extech Co., Ltd.	-	-	18	18	18	-
	Nihon Extron Co., Ltd.	8	19	13	16	13	16
	Kureha GmbH	31	15	26	12	-5	-3
	Kureha America Inc. and two group company	36	65	21	128	-15	63
	Kureha Chemicals Shanghai Co., Ltd.	10	10	10	18	-0	8
Consolidation adjustments		-110	-	-106	-	4	-
Total		389	-	324	-	-65	-
<b>Specialty Chemicals</b>	Kureha Corporation	260	-	279	-	19	-
	Nishiki Trading Co., Ltd.	98	-	93	-	-5	-
	Consolidation adjustments	-32	-	-32	-	-0	-
Total		325	-	339	-	14	-
<b>Specialty Plastics</b>	Kureha Corporation	357	-	360	-	3	-
	Nishiki Trading Co., Ltd. and one group company	102	-	96	-	-5	-
	Kureha Gosen Co., Ltd.	32	27	24	19	-7	-8
	Kureha Plastics Co., Ltd.	132	72	140	81	8	9
	Kureha Extech Co., Ltd.	21	14	-	-	-21	-
	Krehalon Industrie B.V. and four group company	107	75	70	55	-37	-20
	Kureha Shanghai Trading Co., Ltd.	0	1	0	0	0	-1
Consolidation adjustments		-261	-	-255	-	6	-
Total		488	-	435	-	-52	-

**KUREHA**

# 1. Consolidated Companies

KUREHA CORPORATION

(Unit: 100 million yen)

		FY2007		FY2008		Increase/Decrease	
		Net sales	Total assets	Net sales	Total assets	Net sales	Total assets
<b>Other Operations</b>	Kureha Ecology Management Co., Ltd.	52	45	50	41	-3	-4
	Kureha Special Laboratory Co., Ltd.	16	7	15	7	-0	0
	Kureha Engineering Co., Ltd. and 1 group companies ☆-1	100	59	146	69	46	10
	Kurehanishiki Construction Co., Ltd. and 3 group companies	159	89	202	114	43	25
	Kureha Unyu Co., Ltd. and 6 group companies	130	65	124	63	-6	-2
	Nishiki Trading Co., Ltd.	18	-	19	-	0	-
	Kureha Service Co., Ltd.	6	49	7	45	0	-5
	Kureha Staff Service Co., Ltd.	24	6	26	7	2	1
Consolidation Adjustments		-210	-	-249	-	-39	-
<b>Total</b>		<b>296</b>	<b>-</b>	<b>339</b>	<b>-</b>	<b>43</b>	<b>-</b>
(Number of consolidated companies)		(35)		(34)			
<b>Consolidation Total</b>		<b>1,498</b>	<b>1,873</b>	<b>1,437</b>	<b>1,822</b>	<b>-61</b>	<b>-51</b>
Equity-method affiliates	Nangtong SKT New Material Co., Ltd.	34		28		-6	

※ Number of consolidated companies: 34(1 removed)

☆-1 Kureha Engineering Co., Ltd. merged with subsidiary, Kureha Techno Maintenance Co., Ltd. As of April 1, 08.

**KUREHA**

## 2. Fiscal 2008 Results and Fiscal 2009 Forecasts

# Financial Highlights

KUREHA CORPORATION

( unit: 100million yen )

	FY2007			FY2008						FY2009(est.)							
	Consolidated	Non-consolidated	Ratio	Consolidated	Non-consolidated	Ratio	Year-on-year change				Consolidated	Non-consolidated	Ratio	Year-on-year change			
							Consolidated	Non-consolidated	Consolidated	Non-consolidated				Consolidated	Non-consolidated		
Net sales	1,498	900	1.7	1,437	866	1.7	-60	-4%	-34	-4%	(640)	(390)	1.6	13	0.9%	14	1.6%
Operating income	127	79	1.8	95	72	1.3	-33	-26%	-6	-8%	(4)	(4)	1.4	-25	-26.0%	-22	-30.6%
Recurring income	127	83	1.6	87	69	1.3	-40	-32%	-14	-17%	(2)	(7)	1.2	-27	-30.6%	-19	-27.4%
Net income	61	41	1.5	34	28	1.2	-27	-45%	-14	-33%	(1)	(5)	1.1	-7	-20.0%	-3	-9.7%
Total assets	1,873	1,458	1.3	1,822	1,442	1.3	-51	-3%	-16	-1%	※ ( ) Estimates for first-half results						
Shareholders' equity	1,046	925	1.1	971	866	1.1	-75	-7%	-58	-6%							
Net income per share	yen 33.39	yen 22.66	1.5	yen 18.75	yen 15.39	1.2	yen -14.64	-44%	yen -7.27	-32%							
Shareholder's equity per share(yen)	yen 572.24	yen 511.78	1.1	yen 533.45	yen 483.28	1.1	yen -38.79	-7%	yen -28.5	-6%							
Equity ratio	% 55.2	% 63.4	0.9	% 52.4	% 60	0.9	% -2.8	-	% -3.4	-							

**KUREHA**

# Key Indicators

KUREHA CORPORATION

( unit : 100 million yen )

	FY2007			FY2008						FY2009 (est.)							
	Consolidated	Non-consolidated	Ratio	Consolidated	Non-consolidated	Ratio	Year-on-year change				Consolidated	Non-consolidated	Ratio	Year-on-year change			
							Consolidated	Non-consolidated	Consolidated	Non-consolidated				Consolidated	Non-consolidated		
Capital Expenditure	101	75	1.4	178	117	1.5	77	77%	42	55%	220	99	2.2	42	23%	-18	-15%
Depreciation	101	79	1.2	103	80	1.3	2	2%	1	1%	122	94	1.3	19	18%	14	17%
R&D expenses	65	63	1.1	61	58	1.1	-5	-7%	-5	-7%	65	62	1.0	4	7%	4	7%
Interest-bearing debt	320	228	1.4	440	333	1.3	120	37%	105	46%	550	382	1.4	110	25%	49	15%
Net interest expense	1	14	-	0	8	-	-1	-87%	-5	-39%	-3	8	-	-3	-2100%	-0	-5%
Exchange rate	114.67yen/\$、161.74yen/EUR			100.57yen/\$、141.95yen/EUR						90yen/\$、120yen/EUR							
Dividend per share	10.0 yen/year			10.0 yen /year						10.0 yen/year							
Employees	3,882	1,285	2.9	3,972	1,250	3.2	90	2%	-35	-2%	4,148	1,296	3.2	176	4%	46	4%

**KUREHA**

# Balance Sheets

KUREHA CORPORATION

## 1. Assets

(Unit: 100 million yen)

	As of Mar. 31, 2008		As of Mar. 31, 2009		Increase/decrease	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Cash and cash equivalents	61	28	73	44	11	16
Accounts and notes receivable-trade	351	205	301	164	-50	-42
Inventories	224	150	257	190	33	40
Other current assets	58	71	55	74	-4	3
Sub total	695	454	686	471	-9	17
Property, plant and equipment	718	504	774	532	56	28
Intangible assets	9	7	11	7	2	1
Investments and other assets	452	493	352	432	-100	-62
Sub total	1,179	1,004	1,136	971	-42	-33
<b>Total</b>	<b>1,873</b>	<b>1,458</b>	<b>1,822</b>	<b>1,442</b>	<b>-51</b>	<b>-16</b>

## 2. Liabilities and net assets

(Unit: 100 million yen)

	As of Mar. 31, 2008		As of Mar. 31, 2009		Increase/decrease	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Accounts and notes payable-trade	206	84	182	62	-24	-22
Interest-bearing debt	320	228	440	333	120	105
Reserves	50	12	48	13	-2	2
Other liabilities	251	209	181	168	-70	-42
Sub total	828	533	851	576	24	42
Common stock	125	125	125	125	0	0
Capital reserves	100	102	100	102	0	0
Retained earnings	722	616	728	616	6	-0
Treasury stock, at cost	-16	-16	-13	-13	3	3
Valuation and translation adjustment	102	97	16	36	-87	-61
Share warrant	0	0	0	0	0	0
Minority interests	12	-	15	-	3	-
Sub total	1,046	925	971	866	-75	-58
<b>Total</b>	<b>1,873</b>	<b>1,458</b>	<b>1,822</b>	<b>1,442</b>	<b>-51</b>	<b>-16</b>

**KUREHA**

# Analysis of Recurring Income

KUREHA CORPORATION

		FY2007		FY2008		Change
Recurring income	Kureha	82.5	95%	68.9	80%	-13.6
	Consolidated subsidiaries	52.2	60%	27.6	32%	-24.6
	Equity-method affiliates	3.9	4%	3.1	4%	-0.8
	Consolidation adjustments	-12.0	-14%	-13.0	-15%	-1.0
	計	126.6	146%	86.5	100%	-40.1

## Reason for earnings increase/decrease

	Reason for increase		Reason for decrease		Total
	Item	Amount	Item	Amount	
Kureha	Increased unit sales price	24	Decreased sales volume	-39	
	Differing inventories levels	16	Increased unit price of purchased products, raw materials and fuels	-18	
	Decreased direct marketing costs	2	Increased manufacturing fixed costs	-5	
	Decreased general and administrative costs	7	Financial balance	-5	
	Decreased R&D	6	Others	-2	
		55	-69	-13.6	
Consolidated subsidiaries	Others		Domestic advanced materials business	-4	
			Overseas advanced materials business	-17	
			Domestic specialty plastics business	-2	
			Overseas specialty plastics business	-3	
		2	-26	-24.6	
Equity-method affiliates			Nangton SKT New Material Co. Ltd.	-0.8	-0.8

**KUREHA**

# Analysis of Recurring Income

KUREHA CORPORATION

(Unit:100 million yen)

		FY2008		FY2009 (est.)		Change
Recurring income	Kureha	68.9	62%	50.0	83%	-18.9
	Consolidated subsidiaries	27.6	45%	15.0	25%	-12.6
	Equity-method affiliates	3.1	2%	1.1	2%	-2.0
	Consolidation adjustments	-13.0	-9%	-6.1	-10%	6.9
	合計	86.5	100%	60.0	100%	-26.5

## Reason for earnings increase/decrease

	Reason for increase		Reason for decrease		Total
	Item	Amount	Item	Amount	
kureha	Increased sales volume	32	Decreased unit sales price	-21	
	Decreased unit price of purchased products, raw materials and fuels	25	Increased manufacturing fixed costs	-16	
	Gain on foreign exchange	2	Increased direct marketing costs	-3	
			Increased general and administrative costs	-15	
			Differing inventories levels	-22	
			Financial balance	-1	
		59		-78	-18.9
Consolidated subsidiaries	Domestic advanced materials business	1	Overseas advanced materials business	-4	
	Domestic specialty plastics business	1	Overseas specialty plastics business	-1	
			Others	-8	
		2		-14	-12.6
Equity-method affiliates			Nangtong SKT New Materials Co., Ltd.	-2.0	-2

**KUREHA**

# Breakdown of Extraordinary Income/Losses

KUREHA CORPORATION

(Unit:100 million yen)

		FY2007		FY2008				FY2009(est.)			
				Amount		Increase/Decrease		Amount		Increase/Decrease	
		Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Extraordinary income	Income from sales of investment securities	15.5	11.8	-	-	-15.5	-11.8	-	-	-	-
	Gain on sales of fixed assets	0.3	0.0	0.8	-	0.6	-	-	-	-0.8	-
	Others	5.1	3.6	2.8	2.1	-2.3	-1.5	3.0	2.0	-2.8	-2.1
	<b>Total</b>	<b>20.9</b>	<b>15.4</b>	<b>3.6</b>	<b>2.1</b>	<b>-17.3</b>	<b>-13.3</b>	<b>3.0</b>	<b>2.0</b>	<b>-0.6</b>	<b>-0.1</b>
Extraordinary losses	Loss on elimination/sales of fixed assets	13.7	9.7	6.6	7.5	-7.1	-2.2	12.0	9.0	5.4	1.5
	Expense for recall products	10.4	9.1	-	-	-10.4	-9.1	-	-	-	-
	Appraisal loss on inventories	5.0	4.4	8.7	5.8	3.7	1.4	-	-	-8.7	-5.8
	Loss from write-down of securities	-	-	6.3	5.7	6.3	5.7	-	-	-6.3	-5.7
	Other appraisal losses	3.0	3.0	4.8	4.3	1.8	1.3	-	-	-4.8	-4.3
	Others	4.1	4.4	3.6	5.7	-0.5	1.3	3.0	3.0	-0.6	-2.7
<b>Total</b>	<b>36.1</b>	<b>30.7</b>	<b>30.0</b>	<b>29.0</b>	<b>-6.1</b>	<b>-1.7</b>	<b>15.0</b>	<b>12.0</b>	<b>-15.0</b>	<b>-17.0</b>	

**KUREHA**

# Cashflow

KUREHA CORPORATION

(Unit: 100 million yen)

		FY2007		FY2008		FY2009(est.)	
		Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Cashflow from Operating activities	Pre-depreciation profit	213	146	163	146	170	134
	Increase/decrease in assets and liabilities	0	0	-12	0	-31	-31
	Payments of corporation tax	-42	-18	-37	-18	-12	-6
	Other-net	-21	-2	1	-2	14	19
		150	126	114	126	141	116
Cashflow from investing activities		-86	-87	-205	-87	-232	-151
Cashflow from financing activities		-48	-36	107	-36	92	31
Effect of exchange rate changes on cash and cash equivalents		0	0	-5	0	-	-
Increase in cash and cash equivalents following merger		-	-	-	-	-	-
Net increase/decrease in cash and cash equivalents due to change in scope of consolidation		2	-	-	-	-	-
Net increase/decrease in cash and cash equivalents		18	3	11	16	1	-4
Cash and cash equivalents at beginning of year		43	25	61	28	73	44
Cash and cash equivalents at end of year		61	28	73	44	74	40

**KUREHA**

### 3. Consolidated Net Sales and Operating Income by Segment

# Consolidated Net Sales and Operating Income by Segment

KUREHA CORPORATION

## <Advanced Materials>

(Unit:100 million yen)

		FY2007	FY2008		FY2009(est.)				
			Amount	Increase/decrease	Amount	Increase/decrease			
Consolidated net sales	Kureha	Carbon products	77	78	1	2%	98	20	25%
		Advanced plastics	163	118	-45	-28%	106	-12	-10%
		Others	44	31	-12	-29%	26	-5	-16%
		Total	284	227	-56	-20%	230	3	1%
		Consolidated subsidiaries	216	※ 203	-13	-6%	220	17	8%
		Eliminations	-110	-106	4	-	-120	-14	-
	<b>Total</b>	<b>389</b>	<b>324</b>	<b>-65</b>	<b>-17%</b>	<b>330</b>	<b>6</b>	<b>2%</b>	
Consolidated operating income		44	7	-37	-85%	-10	-17	-	

※As of FY2008, Kureha Exttech Co., Ltd. section change: from Specialty Plastics to Advanced Materials.  
(sales figure for FY2008 is JPY 1.8 billion)

**KUREHA**

# Consolidated Net Sales and Operating Income by Segment

KUREHA CORPORATION

## < Specialty Chemicals >

( Unit:100 million yen)

			FY2007	FY2008		FY2009(est.)			
				Amount	Increase/decrease	Amount	Increase/decrease		
Consolidated net sales	Kureha	Industrial chemicals	104	103	-1	-1%	108	5	5%
		Agrochemicals	70	74	5	7%	64	-10	-14%
		Pharmaceuticals	86	101	15	18%	108	7	7%
	Total		260	279	19	7%	280	1	0%
	Consolidated subsidiaries		98	93	-5	-5%	90	-3	-3%
	Eliminations		-32	-32	-0	-	-30	2	-
Total			325	339	14	4%	340	0	0%
Consolidated operating income			35	57	23	65%	49	-8	-15%

**KUREHA**

# Consolidated Net Sales and Operating Income by Segment

KUREHA CORPORATION

## < Specialty Plastics >

( Unit:100 million yen)

			FY2007	FY2008		FY2009(est.)			
				Amount	Increase/decrease	Amount	Increase/decrease		
Consolidated net sales	Kureha	Food packaging materials	110	100	-10	-9%	114	14	14%
		Household products	214	229	15	7%	225	-4	-2%
		Fishing lines	15	10	-5	-32%	11	1	7%
		Others	17	20	3	20%	20	0	0%
	Total	357	360	3	1%	370	10	3%	
	Consolidated subsidiaries	※ 392	331	-61	-16%	320	-12	-3%	
	Eliminations	-261	-255	6	-2%	-250	5	-	
Total			488	435	-52	-11%	440	5	1%
Consolidated net income			34	17	-17	-51%	19	2	15%

※As of FY2008, Kureha Extech Co., Ltd. section change: from Specialty Plastics to Advanced Materials.  
(sales figure for FY2007 is JPY 2.1 billion)

**KUREHA**

# Consolidated Net Sales and Operating Income by Segment

KUREHA CORPORATION

## < Other Operations >

( Unit:100 million yen)

		FY2007	FY2008		FY2009(est.)			
			Amount	Increase/decrease	Amount	Increase/decrease		
Consolidated net sales	Environmental engineering business	68	65	-3	-4%	59	-6	-9%
	Construction-related business	260	348	88	34%	320	-28	-8%
	Transport and warehousing business	130	124	-6	-4%	118	-6	-5%
	Trading	18	19	0	3%	19	0	0%
	Others	30	32	2	6%	32	0	0%
	Total	506	588	82	16%	548	-40	-7%
	Eliminations	-210	-249	-39	-	-208	41	-
Total		296	339	43	15%	340	1	0%
Consolidated net income		16	21	5	30%	16	-5	-24%

**KUREHA**

- These materials are supplied to provide a deeper understanding of our company, and are not intended as a solicitation for investment or other actions
- These materials were prepared by our company based on the information available at this point in time, however actual performance may produce results that differ from the plan, due to a variety of factors
- Please utilize these materials using your own judgment and responsibility