



Reference of Settlement of Accounts  
for Fiscal 2006 Interim Period

November 14, 2006

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## 1. Operating Results for Interim Period

### 1-1. Comparisons with corresponding period last year

< Consolidated >

(Unit: Billions of Yen)

	Sept. 2005	Sept. 2006	Difference	Mar. 2005	Mar. 2006	Mar. 2007 (Forecast)
Net Sales	250.2	275.2	25.0	435.1	550.3	560.0
Gross Profit	17.5	20.6	3.1	28.2	36.2	43.8
Percentage of Gross Profit on Sales	7.0	7.5	0.5	6.5	6.6	7.8
Selling, General and Administrative Expenses	7.6	8.5	0.9	15.0	15.8	17.3
Operating Income	9.9	12.1	2.2	13.2	20.3	26.5
Ordinary Income	12.7	14.5	1.8	16.0	23.4	27.0
Net Income Before taxes on Sales	13.4	13.5	0.1	17.6	23.3	27.0
Net Income	9.4	9.2	-0.2	11.5	15.0	17.0
Exchange Rate [ US Dollar/Yen ]	¥ 113.19	¥ 117.90		¥ 107.39	¥ 117.47	¥ 107.00
[ Euro/Yen ]	¥ 136.13	¥ 149.77		¥ 138.87	¥ 142.81	¥ 139.00

<Non-consolidated>

(Unit: Billions of Yen)

	Sept. 2005	Sept. 2006	Difference	Mar. 2005	Mar. 2006	Mar. 2007 (Forecast)
Net Sales	220.3	239.4	19.1	386.0	484.3	490.0
Gross Profit	10.0	11.3	1.3	16.0	20.7	27.2
Percentage of Gross Profit on Sales	4.6	4.8	0.2	4.2	4.3	5.6
Selling, General and Administrative Expenses	3.9	4.4	0.5	8.3	8.4	9.2
Operating Income	6.1	6.9	0.8	7.7	12.2	18.0
Ordinary Income	9.4	11.1	1.7	10.8	16.7	21.0
Net Income Before taxes on Sales	9.8	10.2	0.4	12.7	16.6	21.0
Net Income	7.1	7.6	0.5	8.6	11.4	14.0
Exchange Rate [ US Dollar/Yen ]	¥ 113.19	¥ 117.90		¥ 107.39	¥ 117.47	¥ 107.00
[ Euro/Yen ]	¥ 136.13	¥ 149.77		¥ 138.87	¥ 142.81	¥ 139.00

1-2. Comparisons with previous forecasts

(Unit: Billions of Yen)

	Consolidated			Non-consolidated		
	Forecast (May 2006)	Actual result (Sept. 2006)	Difference	Forecast (May 2006)	Actual result (Sept. 2006)	Difference
Net Sales	265.0	275.2	10.2	230.0	239.4	9.4
Gross Profit	19.0	20.6	1.6	10.9	11.3	0.4
Percentage of Gross Profit on Sales	7.2	7.5	0.3	4.7	4.8	0.1
Selling, General and Administrative Expenses	8.5	8.5	0	4.4	4.4	0
Operating Income	10.5	12.1	1.6	6.5	6.9	0.4
Ordinary Income	10.5	14.5	4.0	8.0	11.1	3.1
Net Income	7.0	9.2	2.2	6.0	7.6	1.6
Exchange Rate [ US Dollar/Yen ] [ Euro/Yen ]	¥ 107.00 ¥ 139.00	¥ 117.90 ¥ 149.77		¥ 107.00 ¥ 139.00	¥ 117.90 ¥ 149.77	

1-3. Net sales of projects under percentage-of-completion method

Sept. 30, 2006	216.1 billion yen	Ratio to total net sales	78.5 %
Sept. 30, 2005	161.0 billion yen	Ratio to total net sales	64.4 %

1-4. Net sales by region

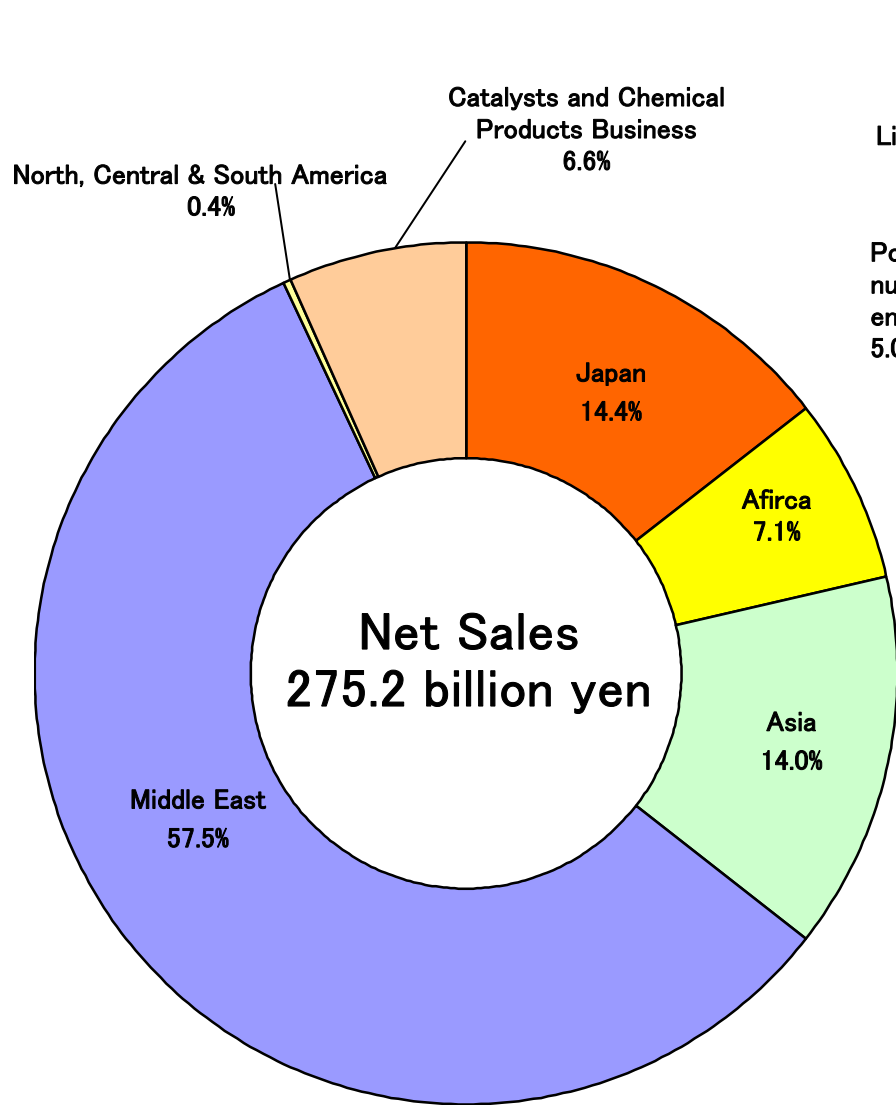
(Unit: Billions of Yen)

		Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006		Mar. 2007 (Forecast)	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Total Engineering Business	Japan	40.0	16.0%	39.6	14.4%	117.0	26.9%	116.7	21.2%	123.0	22.0%
	Africa	27.0	10.8%	19.4	7.1%	84.4	19.4%	43.4	7.9%	44.0	7.8%
	Asia other than Japan	31.9	12.8%	38.5	14.0%	77.4	17.8%	79.8	14.5%	76.5	13.7%
	Middle East	132.7	53.0%	158.2	57.5%	120.4	27.7%	276.0	50.2%	284.5	50.8%
	Oceania	—	0.0%	—	0.0%	6.7	1.5%	0	0.0%	—	—
	North, Central & South America	2.5	1.0%	1.2	0.4%	2.8	0.6%	4.5	0.8%	—	—
	Europe & CIS	1.1	0.5%	0	0.0%	2.0	0.5%	0.1	0.0%	—	—
Subtotal		235.4	94.1%	257.0	93.4%	410.9	94.4%	520.8	94.6%	528.0	94.3%
Catalysts & Chemical Products Business		14.8	5.9%	18.1	6.6%	24.2	5.6%	29.4	5.4%	32.0	5.7%
Total		250.2	100%	275.2	100%	435.1	100%	550.3	100%	560.0	100%

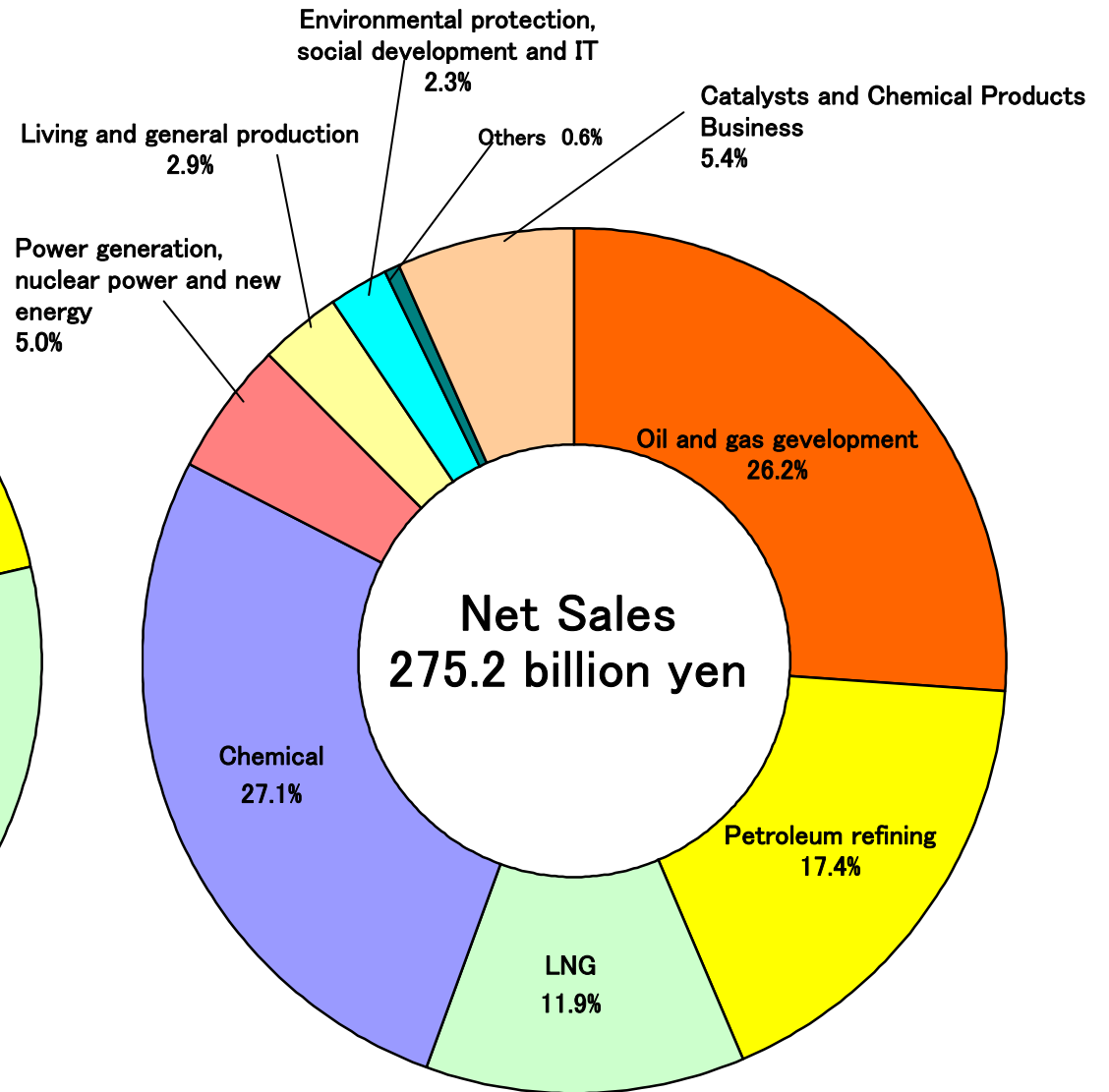
1-5. Net sales by business sector

(Unit: Billions of Yen)

		Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006		Mar. 2007 (Forecast)	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Total Engineering Business	Oil and gas development	81.5	32.6%	72.1	26.2%	100.1	23.0%	162.1	29.4%	128.0	22.9%
	Petroleum refining	53.7	21.5%	47.9	17.4%	125.0	28.7%	117.5	21.3%	111.0	19.8%
	LNG	21.1	8.4%	32.6	11.9%	55.2	12.7%	48.7	8.9%	67.0	12.0%
	Chemical	44.8	17.9%	74.5	27.1%	74.1	17.0%	114.3	20.8%	157.5	28.1%
	Power generation, nuclear power and new energy	18.9	7.6%	13.7	5.0%	13.6	3.1%	25.9	4.7%	27.0	4.8%
	Living and general production	8.6	3.5%	8.1	2.9%	19.1	4.4%	26.2	4.8%	21.0	3.8%
	Environmental protection, social development and IT	5.7	2.3%	6.4	2.3%	19.3	4.5%	21.2	3.9%	13.5	2.4%
	Others	0.8	0.3%	1.5	0.6%	4.2	1.0%	4.6	0.8%	3.0	0.5%
Subtotal		235.4	94.1%	257.0	93.4%	410.9	94.4%	520.8	94.6%	528.0	94.3%
Catalysts and Chemical Products Business		14.8	5.9%	18.1	6.6%	24.2	5.6%	29.4	5.4%	32.0	5.7%
Total		250.2	100%	275.2	100%	435.1	100%	550.3	100%	560.0	100%



Sept. 2006  
Net sales by region



Sept. 2006  
Net sales by business sector

1-6. Main projects contributing net sales (Total Engineering Business)

<b>Sales</b>	¥ 257.0 billion
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<b>Japan</b> ¥ 39.6 billion	¥ 1 billion or more	9 projects	<u>Petroleum refining (5 jobs)</u> <u>Chemical (2 jobs)</u> <u>Living and general production (2 jobs)</u>
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<b>Overseas</b> ¥ 217.4 billion	¥ 10 billion or more	8 projects	<u>Oil and gas development (2 jobs)</u> <ul style="list-style-type: none"> <li>• Dolphin PJ (Qatar)</li> <li>• Hawiyah NGL Recovery PJ (Saudi Arabia)</li> </ul> <u>Petroleum refining (2 jobs)</u> <ul style="list-style-type: none"> <li>• LSDP PJ (Bahrain)</li> <li>• Dung Quat Refinery PJ (Vietnam)</li> </ul> <u>LNG (2 jobs)</u> <ul style="list-style-type: none"> <li>• Tangguh LNG PJ (Indonesia)</li> <li>• Yemen LNG PJ (Yemen)</li> </ul> <u>Chemical (2 jobs)</u> <ul style="list-style-type: none"> <li>• Rabigh PJ (Saudi Arabia)</li> <li>• JCP PJ (Saudi Arabia)</li> </ul>
	¥ 3 billion or more	9 projects	<u>Oil and gas development (3 jobs)</u> <ul style="list-style-type: none"> <li>• South Pars gas field PJ (Iran) and others</li> </ul> <u>Petroleum refining (1 job)</u> <ul style="list-style-type: none"> <li>• Sohar refinery PJ (Oman)</li> </ul> <u>LNG (2 jobs)</u> <ul style="list-style-type: none"> <li>• LNG Train 6 LNG PJ (Nigeria)</li> <li>• LNG Plus PJ (Nigeria)</li> </ul> <u>Chemical (1 job)</u> <ul style="list-style-type: none"> <li>• Tuban aromatics PJ (Indonesia)</li> </ul> <u>Power generation, nuclear power and new energy (2 jobs)</u>

## 2. Business Segment Information

(Unit: Billions of Yen)

	Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006		Mar. 2007 (Forecast)	
	Net Sales	Operating Income	Net Sales	Operating Income	Net Sales	Operating Income	Net Income	Operating Income	Net Sales	Operating Income
Total Engineering Business	235.4	7.9	257.0	8.9	410.9	11.0	520.8	16.2	528.0	22.0
Catalysts and Chemical Products Business	14.8	1.9	18.1	3.1	24.2	2.1	29.4	4.1	32.0	4.5
Total	250.2	9.9	275.2	12.1	435.1	13.2	550.3	20.3	560.0	26.5

### 3. Financial Position as of September 30, 2006

< Consolidated >

(Unit: Billions of Yen)

	Mar. 2006	Sept. 2006	Difference	Mar. 2005
Current Assets	231.7 (62%)	247.5 (63%)	15.8	231.8 (63%)
Fixed Assets	143.5 (38%)	142.7 (37%)	-0.8	135.6 (37%)
Total Assets	375.2 (100%)	390.2 (100%)	15.0	367.4 (100%)
Current Liabilities	175.4 (47%)	186.3 (48%)	10.9	175.0 (48%)
Fixed Liabilities	26.5 (7%)	26.3 (7%)	-0.2	40.9 (11%)
Minority Interests	0.2 (0%)			0.3 (0%)
Total Net Assets	173.0 (46%)	177.5 (46%)	4.5	151.1 (41%)
Total Liabilities and Net Assets	375.2 (100%)	390.2 (100%)	15.0	367.4 (100%)

#### 4. New Contracts and Outstanding Contracts (Total Engineering Business)

##### 4-1. New contracts by region

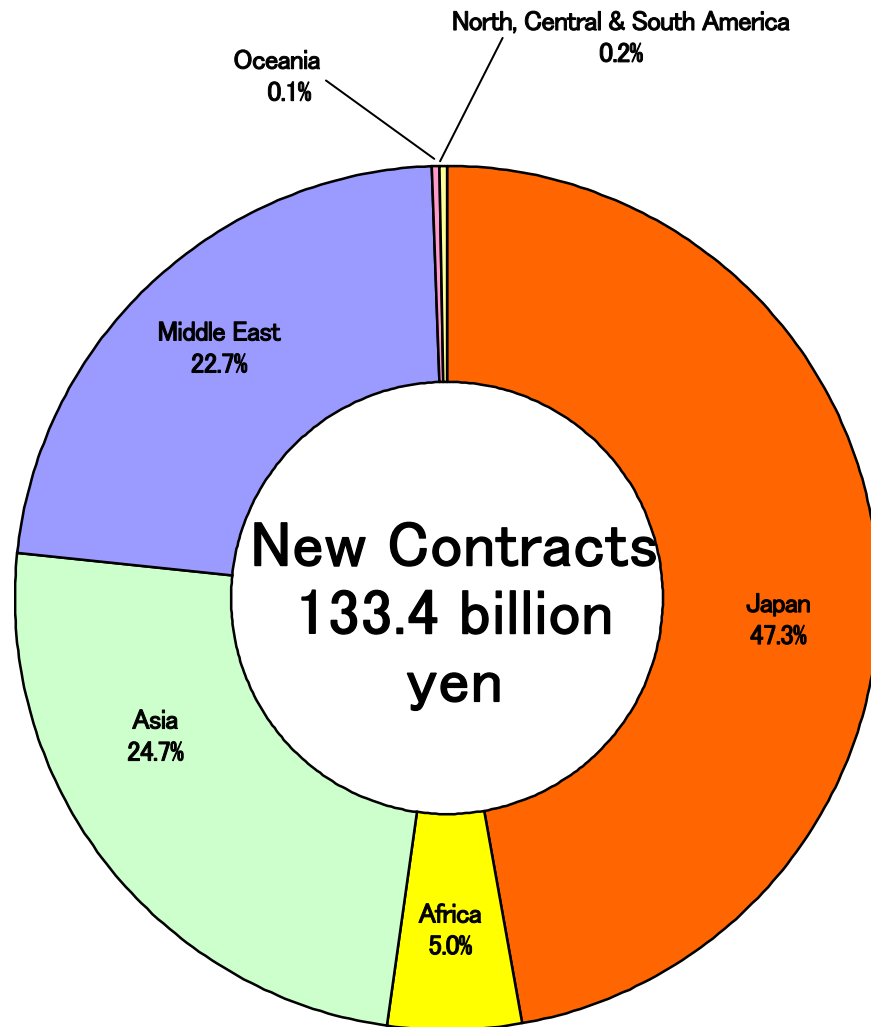
(Unit: Billions of Yen)

	Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	101.5	22.6%	63.0	47.3%	111.0	23.7%	216.3	26.8%
Africa	4.4	1.0%	6.5	5.0%	60.6	12.9%	11.3	1.4%
Asia other than Japan	89.4	19.9%	32.9	24.7%	124.9	26.6%	99.3	12.3%
Middle East	251.1	56.0%	30.3	22.7%	160.5	34.2%	479.2	59.3%
Oceania	0.6	0.1%	0.1	0.1%	1.2	0.3%	0.5	0.1%
North, Central & South America	0.4	0.1%	0.2	0.2%	9.0	1.9%	0.6	0.1%
Europe and CIS	1.1	0.3%	0	0.0%	1.9	0.4%	0.1	0.0%
Total	448.8	100%	133.4	100%	469.5	100%	807.6	100%

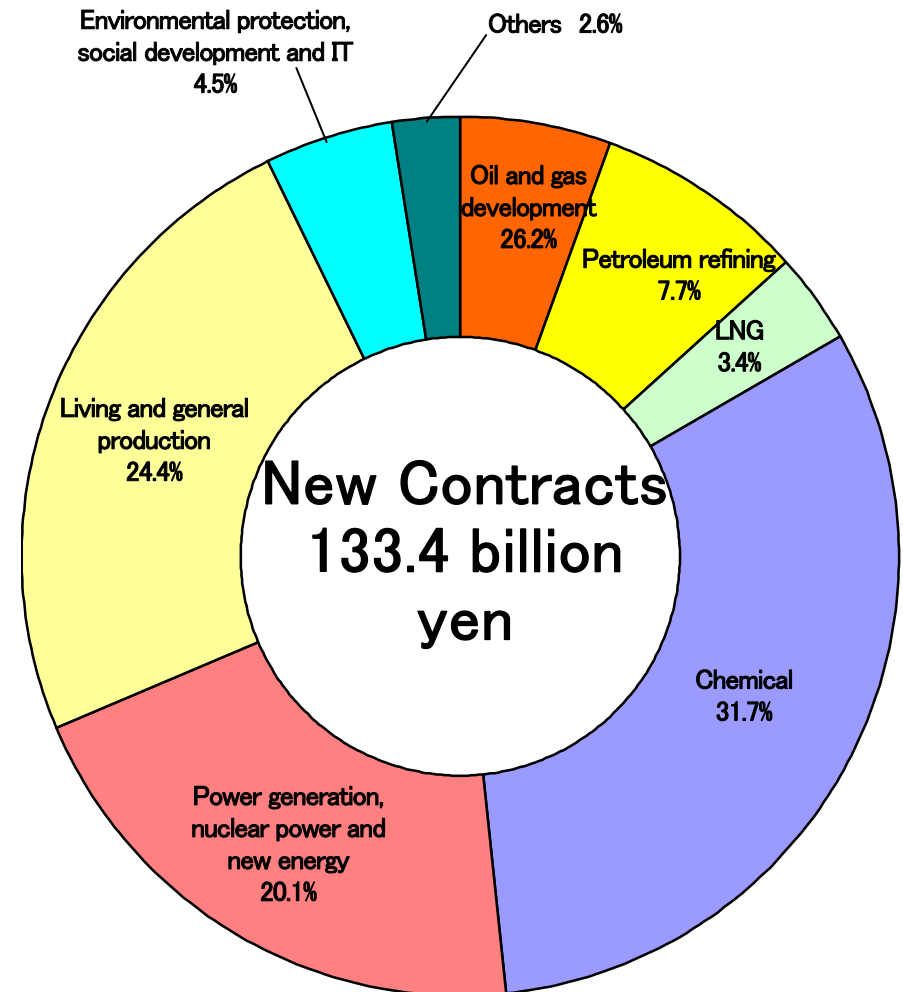
## 4-2. New contracts by business sector

(Unit: Billions of Yen)

	Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Oil and gas development	119.0	26.5%	7.4	5.6%	33.1	7.1%	143.9	17.8%
Petroleum refining	168.8	37.6%	10.3	7.7%	97.9	20.8%	223.3	27.7%
LNG	93.2	20.8%	4.5	3.4%	135.1	28.8%	104.2	12.9%
Chemical	13.9	3.1%	42.3	31.7%	140.5	29.9%	254.7	31.5%
Power generation, nuclear power and new energy	37.6	8.4%	26.7	20.1%	12.9	2.8%	44.3	5.5%
Living and general production	6.2	1.4%	32.5	24.4%	24.2	5.2%	19.0	2.4%
Environmental protection, social development and IT	7.3	1.6%	5.9	4.5%	21.2	4.5%	13.1	1.6%
Other	2.4	0.6%	3.4	2.6%	4.2	0.9%	4.6	0.6%
Total	448.8	100%	133.4	100%	469.5	100%	807.6	100%



Sept. 2006  
New contract by region



Sept. 2006  
New contract by business sector

4-3. Major contracts awarded

<b>New contracts</b>	¥ 133.4 billion
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<b>Japan ¥ 60.3 billion</b>	¥ 1 billion or more	6 projects	<u>Chemical (1 job)</u>
			<u>Power generation, nuclear power and new energy (1 job)</u>
			<u>Living and general production (4 jobs)</u>

<b>Overseas ¥ 70.3 billion</b>	¥ 10 billion or more	2 projects	<u>Power generation, nuclear power and new energy (1 job)</u> <u>Living and general production (1 jobs)</u>
	¥ 3 billion or more	4 projects	<u>Oil and gas development (1 job)</u> • South Pars gas field PJ (Iran) <u>Chemical (2 jobs)</u> <u>Power generation, nuclear power and new energy (1 job)</u>

4-4. Forecasts of new contracts

< Consolidated >

(Unit: Billions of Yen)

	Sept. 2005 (Actual result)	Sept. 2006 (Actual result)	Mar. 2005 (Actual result)	Mar. 2006 (Actual result)	Mar. 2007 (Forecast)
Japan	101.5	63.0	111.0	216.3	150.0
Overseas	347.2	70.3	358.4	591.2	290.0
Total	448.8	133.4	469.5	807.6	440.0

< Non-consolidated >

(Unit: Billions of Yen)

	Sept. 2005 (Actual result)	Sept. 2006 (Actual result)	Mar. 2005 (Actual result)	Mar. 2006 (Actual result)	Mar. 2007 (Forecast)
Japan	78.3	42.4	84.0	177.1	110.0
Overseas	344.8	68.3	355.3	588.0	290.0
Total	423.1	110.8	439.3	765.1	400.0

4-5. Outstanding contracts by region

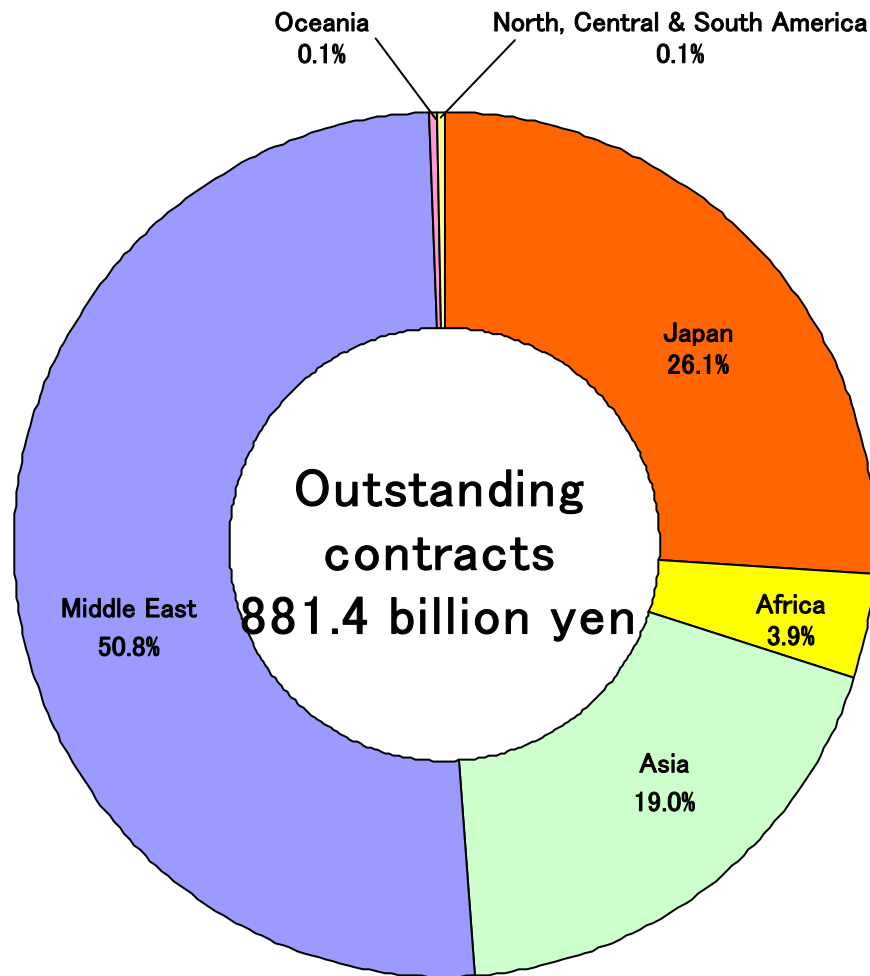
(Unit: Billions of Yen)

	Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	175.7	19.0%	230.5	26.1%	114.1	16.0%	212.5	21.1%
Africa	53.9	5.8%	34.0	3.9%	77.1	10.8%	46.0	4.6%
Asia other than Japan	206.4	22.3%	167.0	19.0%	149.2	20.9%	170.6	16.9%
Middle East	485.9	52.4%	447.8	50.8%	367.6	51.5%	577.2	57.2%
Oceania	0.9	0.1%	1.1	0.1%	0.3	0.0%	0.9	0.0%
North, Central & South America	3.4	0.4%	0.7	0.1%	5.4	0.8%	1.6	0.2%
Europe and CIS	0.1	0.0%	0.1	0.0%	0.1	0.0%	0.1	0.0%
Total	926.5	100%	881.4	100%	714.1	100%	1,009.1	100%

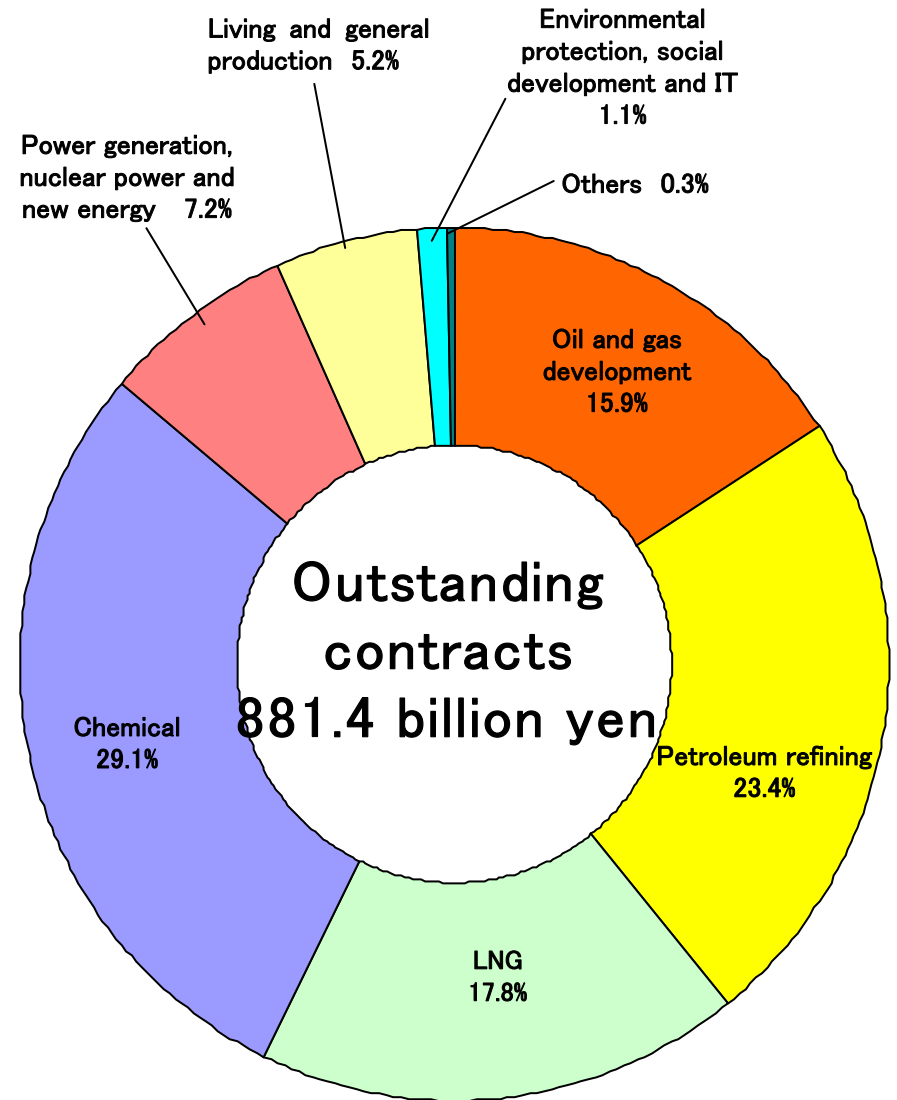
4-6. Outstanding contracts by business sector

(Unit: Billions of Yen)

	Sept. 2005		Sept. 2006		Mar. 2005		Mar. 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Oil and gas development	260.3	28.1%	140.2	15.9%	223.5	31.3%	208.3	20.6%
Petroleum refining	254.8	27.5%	206.4	23.4%	140.6	19.7%	244.7	24.3%
LNG	197.5	21.3%	156.5	17.8%	125.0	17.5%	183.4	18.2%
Chemical	110.2	11.9%	256.9	29.1%	140.6	19.7%	285.3	28.3%
Power generation, nuclear power and new energy	50.0	5.4%	63.3	7.2%	31.3	4.4%	49.9	4.9%
Living and general production	26.4	2.8%	45.6	5.2%	28.9	4.1%	21.8	2.2%
Environmental protection, social development and IT	24.6	2.7%	9.5	1.1%	23.1	3.2%	14.6	1.4%
Others	2.3	0.3%	2.6	0.3%	0.7	0.1%	0.8	0.1%
Total	926.5	100%	881.4	100%	714.1	100%	1,009.1	100%



Sept. 2006  
Outstanding contracts by geographic



Sept. 2006  
Outstanding contracts by business sector

4-7. Major outstanding contracts

<b>Outstanding contracts</b>	¥ 881.4 billion
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<b>Japan</b> <b>¥ 230.5</b> <b>billion</b>	¥ 3 billion or more	15 projects	<u>Petroleum refining (8 jobs)</u> <u>Chemical (3 jobs)</u> <u>Power generation, nuclear power and new energy (1 job)</u> <u>Living and general production (3 jobs)</u>
	¥ 1 billion or more	17 projects	<u>Petroleum refining (8 jobs)</u> <u>Power generation, nuclear power and new energy (2 jobs)</u> <u>Living and general production (5 jobs)</u> <u>Environmental protection, social development and IT (2 jobs)</u>

<b>Overseas</b> <b>¥ 650.9</b> <b>billion</b>	¥ 30 billion or more	7 projects	<u>Oil and gas development (2 jobs)</u> <ul style="list-style-type: none"> <li>• Hawiyah NGL Recovery PJ (Saudi Arabia)</li> <li>• Dolphin PJ (Qatar)</li> </ul> <u>Petroleum refining (1 job)</u> <ul style="list-style-type: none"> <li>• Dung Quat Refinery PJ (Vietnam)</li> </ul> <u>LNG (2 jobs)</u> <ul style="list-style-type: none"> <li>• Yemen LNG PJ (Yemen)</li> <li>• Tangguh LNG PJ (Indonesia)</li> </ul> <u>Chemical (1 job)</u> <ul style="list-style-type: none"> <li>• Rabigh PJ (Saudi Arabia)</li> </ul>
	¥ 10 billion or more	4 projects	<u>Petroleum refining (1 job)</u> <ul style="list-style-type: none"> <li>• LSDP PJ (Bahrain)</li> </ul> <u>LNG (1 job)</u> <ul style="list-style-type: none"> <li>• LNG Train 6 PJ (Nigeria)</li> </ul> <u>Chemical (1 job)</u> <ul style="list-style-type: none"> <li>• JCP PJ (Saudi Arabia)</li> </ul> <u>Living and general production (1 job)</u>