



Reference of Settlement of Accounts
Second Quarter for Fiscal 2008

November 11, 2008

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※ All amounts are rounded down to the nearest million yen.

1. Operating Results for Interim Period

1-1. Comparisons with corresponding period last year

< Consolidated >

(Unit: Billions of Yen)

	Sept. 2007	Sept. 2008	Difference	Mar. 2008	Mar. 2009 (Full Year Forecast)	Mar. 2009 (Second Half Forecast)
Net Sales	314.0	227.5	-86.4	551.0	490.0	262.4
Gross Profit	33.6	35.7	2.1	63.7	71.0	35.2
Percentage of Gross Profit on Sales	10.7%	15.7%	5.0%	11.5%	14.5%	13.4%
Selling, General and Administrative Expenses	9.2	9.6	0.4	18.8	21.0	11.3
Operating Income	24.3	26.0	1.6	44.8	50.0	23.9
Ordinary Income	25.5	27.7	2.2	46.8	48.5	20.7
Net Income Before taxes on Sales	25.6	29.7	4.0	46.9	50.0	20.2
Net Income	16.4	16.8	0.4	30.0	31.0	14.1
Exchange Rate [US Dollar/Yen]	¥ 115.43	¥ 103.57		¥ 100.19	¥ 95.00	
[Euro/Yen]	¥ 163.38	¥ 149.05		¥ 158.19	¥ 140.00	

< Non-consolidated >

(Unit: Billions of Yen)

	Sept. 2007	Sept. 2008	Difference	Mar. 2008	Mar. 2009 (Full Year Forecast)	Mar. 2009 (Second Half Forecast)
Net Sales	272.9	182.9	-90.0	460.1	390.0	207.0
Gross Profit	20.8	24.4	3.6	40.1	48.0	23.5
Percentage of Gross Profit on Sales	7.6%	13.4%	5.8%	8.7%	12.3%	11.4%
Selling, General and Administrative Expenses	4.7	4.7	0.0	9.5	11.0	6.2
Operating Income	16.1	19.6	3.5	30.5	37.0	17.3
Ordinary Income	20.0	25.8	5.8	32.7	41.0	15.1
Net Income Before taxes on Sales	20.1	27.8	7.7	32.8	42.5	14.6
Net Income	13.5	18.1	4.5	21.3	27.5	9.3
Exchange Rate [US Dollar/Yen]	¥ 115.43	¥ 103.57		¥ 100.19	¥ 95.00	
[Euro/Yen]	¥ 163.38	¥ 149.05		¥ 158.19	¥ 140.00	

1-2. Comparisons with previous forecasts

(Unit: Billions of Yen)

	Consolidated			Non-consolidated		
	Forecast (May 2008)	Actual result (Sept. 2008)	Difference	Forecast (May 2008)	Actual result (Sept. 2008)	Difference
Net Sales	290.0	227.5	-62.4	250.0	182.9	-67.0
Gross Profit	33.5	35.7	2.2	22.0	24.4	2.4
Percentage of Gross Profit on Sales	11.6%	15.7%	4.1%	8.8%	13.4%	4.6%
Selling, General and Administrative Expenses	10.5	9.6	-0.8	5.5	4.7	-0.7
Operating Income	23.0	26.0	3.0	16.5	19.6	3.1
Ordinary Income	25.0	27.7	2.7	22.5	25.8	3.3
Net Income	17.0	16.8	-0.1	17.0	18.1	1.1
Exchange Rate [US Dollar/Yen]	¥ 95.00	¥ 103.57		¥ 95.00	¥ 103.57	
[Euro/Yen]	¥ 152.00	¥ 149.05		¥ 152.00	¥ 149.05	

1-3. Net sales by region

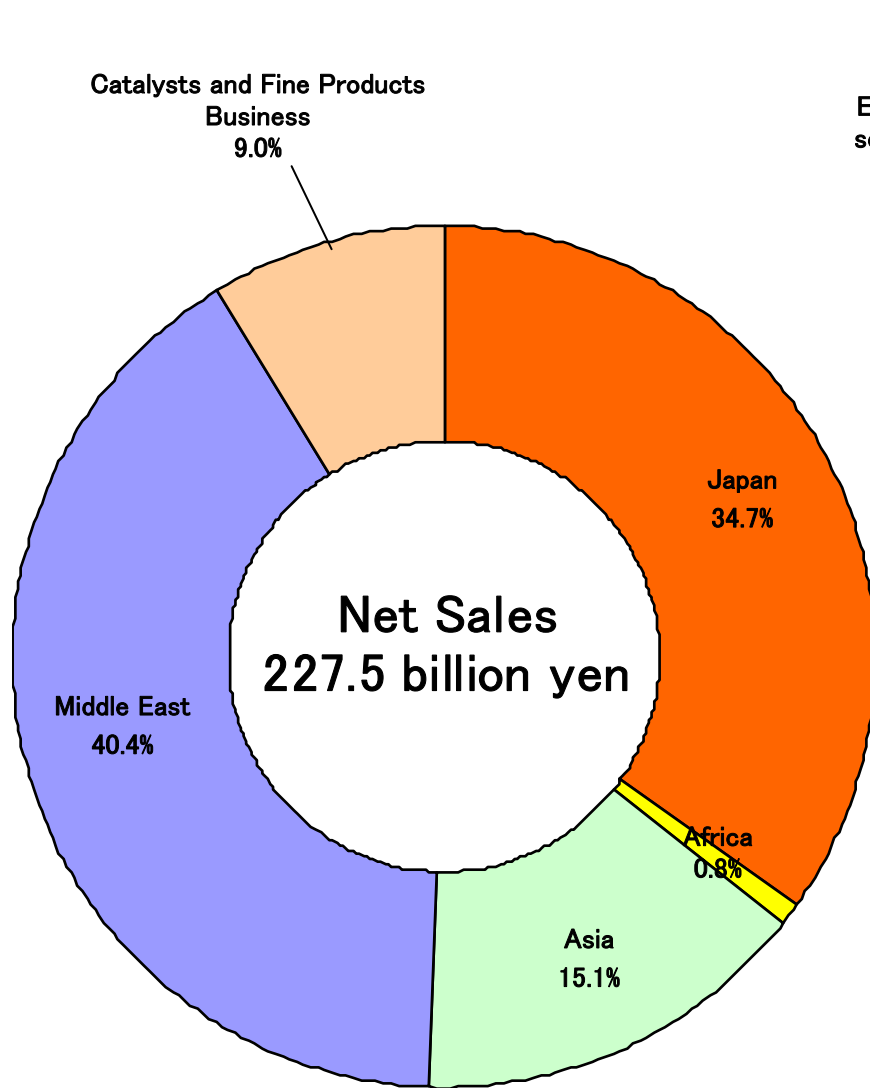
(Unit: Billions of Yen)

		Sept. 2007		Sept. 2008		Mar. 2007		Mar. 2008		Mar. 2009 (Forecast)	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Total Engineering Business	Japan	106.2	33.8%	79.0	34.7%	132.2	21.7%	175.9	31.9%	167.3	34.2%
	Africa	10.6	3.4%	1.7	0.8%	36.2	5.4%	21.4	3.9%	8.0	1.6%
	Asia other than Japan	48.1	15.3%	34.4	15.1%	84.4	13.9%	95.1	17.3%	74.4	15.2%
	Middle East	127.2	40.5%	91.8	40.4%	322.4	53.0%	212.9	38.6%	180.8	36.9%
	Oceania	—	—	0.0	0.0%	0.0	0.0%	1.5	0.3%	0.6	0.1%
	North, Central & South America	1.0	0.4%	0.0	0.0%	1.4	0.2%	1.2	0.2%	11.5	2.4%
	Europe & CIS	0.0	0.0%	0.0	0.0%	0.1	0.0%	0.4	0.1%	0.0	0.0%
Subtotal		293.3	93.4%	207.1	91.0%	573.4	94.2%	508.7	92.3%	443.0	90.4%
Catalysts & Fine Products Business		20.6	6.6%	20.4	9.0%	35.0	5.8%	42.3	7.7%	47.0	9.6%
Total		314.0	100.0%	227.5	100.0%	608.5	100.0%	551.0	100.0%	490.0	100.0%

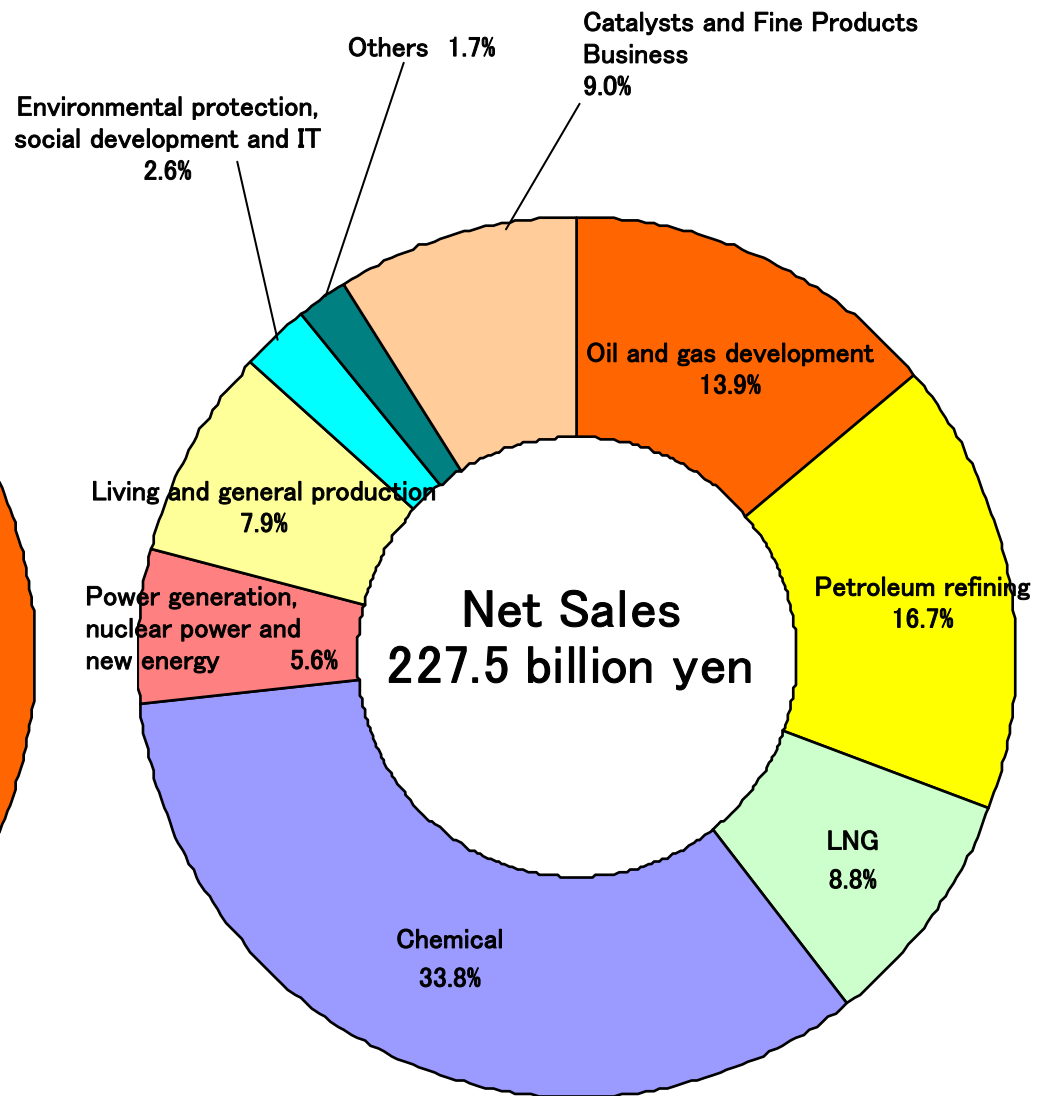
1-4. Net sales by business sector

(Unit: Billions of Yen)

		Sept. 2007		Sept. 2008		Mar. 2007		Mar. 2008		Mar. 2009 (Forecast)	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Total Engineering Business	Oil and gas development	42.9	13.7%	31.7	13.9%	134.5	22.1%	78.5	14.2%	53.9	11.0%
	Petroleum refining	85.2	27.1%	38.0	16.7%	130.1	21.4%	131.1	23.8%	108.4	22.1%
	LNG	48.6	15.5%	19.9	8.8%	69.1	11.4%	89.6	16.3%	41.8	8.5%
	Chemical	80.8	25.7%	76.9	33.8%	170.5	28.0%	122.2	22.2%	147.9	30.2%
	Power generation, nuclear power and new energy	17.3	5.5%	12.7	5.6%	30.8	5.1%	34.0	6.2%	30.1	6.2%
	Living and general production	13.6	4.3%	17.9	7.9%	18.2	3.0%	30.5	5.5%	34.2	7.0%
	Environmental protection, social development and IT	3.6	1.2%	5.8	2.6%	14.1	2.3%	18.1	3.3%	17.7	3.6%
	Others	1.1	0.4%	3.9	1.7%	5.7	0.9%	4.4	0.8%	8.7	1.8%
Subtotal		293.3	93.4%	207.1	91.0%	573.4	94.2%	508.7	92.3%	443.0	90.4%
Catalysts & Fine Products Business		20.6	6.6%	20.4	9.0%	35.0	5.8%	42.3	7.7%	47.0	9.6%
Total		314.0	100.0%	227.5	100.0%	608.5	100.0%	551.0	100.0%	490.0	100.0%



Sept. 2008
Net sales by region



Sept. 2008
Net sales by business sector

1-5. Main projects contributing net sales (Total Engineering Business)

Net Sales	¥ 207.1 billion
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Japan ¥ 79.0 billion	¥ 10 billion or more	1 project	<u>Chemical</u> (1 job)
	¥ 1 billion or more	10 projects	<u>Petroleum refining</u> (2 jobs) <u>Chemical</u> (1 job) <u>Power generation, nuclear power and new energy</u> (1 job) <u>Living and general production</u> (5 jobs) <u>Environmental protection, social development and IT</u> (1 job)

Overseas ¥ 128.1 billion	¥ 10 billion or more	5 projects	<u>Oil and gas development</u> (2 jobs) • Hawiyah NGL Recovery Proj. (Saudi Arabia) and other <u>Petroleum refining</u> (1 job) • Dung Quat Refinery Proj. (Vietnam) <u>LNG</u> (1 job) • Yemen LNG Proj. (Yemen) <u>Chemical</u> (2 jobs) • Rabigh Proj. (Saudi Arabia) • NCP Proj. (Saudi Arabia)
	¥ 3 billion or more	5 projects	<u>Oil and gas development</u> (1 job) • Dolphin Proj. (Qatar) <u>Petroleum refining</u> (1 job) <u>LNG</u> (1 job) • Tangguh LNG Proj. (Indonesia) <u>Power generation, nuclear power and new energy</u> (1 job) <u>Living and general production</u> (1 job)

2. Business Segment Information

(Unit: Billions of Yen)

	Sept. 2007		Sept. 2008		Mar. 2008		Mar. 2009 (Full Year Forecast)		Mar. 2009 (Second Half Forecast)	
	Net Sales	Operating Income	Net Sales	Operating Income	Net Sales	Operating Income	Net Income	Operating Income	Net Sales	Operating Income
Total Engineering Business	293.3	21.6	207.1	24.2	508.7	39.4	443.0	45.0	235.9	20.8
Catalysts & Fine Products Business	20.6	2.7	20.4	1.7	42.3	5.4	47.0	5.0	26.6	3.3
Total	314.0	24.3	227.5	26.0	551.0	44.8	490.0	50.0	262.5	24.0

3. Financial Position as of September 30, 2008

< Consolidated >

(Unit: Billions of Yen)

	Mar. 2007	Mar. 2008	Sept. 2009	Difference
Current Assets	327.3 (70%)	324.6 (70%)	330.9 (69%)	6.3
Fixed Assets	142.9 (30%)	142.1 (30%)	148.4 (31%)	6.2
Total Assets	470.2 (100%)	466.7 (100%)	479.3 (100%)	12.6
Current Liabilities	237.5 (51%)	217.3 (47%)	218.8 (46%)	1.5
Fixed Liabilities	43.4 (9%)	41.8 (9%)	42.9 (9%)	1.0
Total Net Assets	189.2 (40%)	207.5 (44%)	217.5 (45%)	10.0
Total Liabilities and Net Assets	470.2 (100%)	466.7 (100%)	479.3 (100%)	12.6

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

4-1. New contracts by region

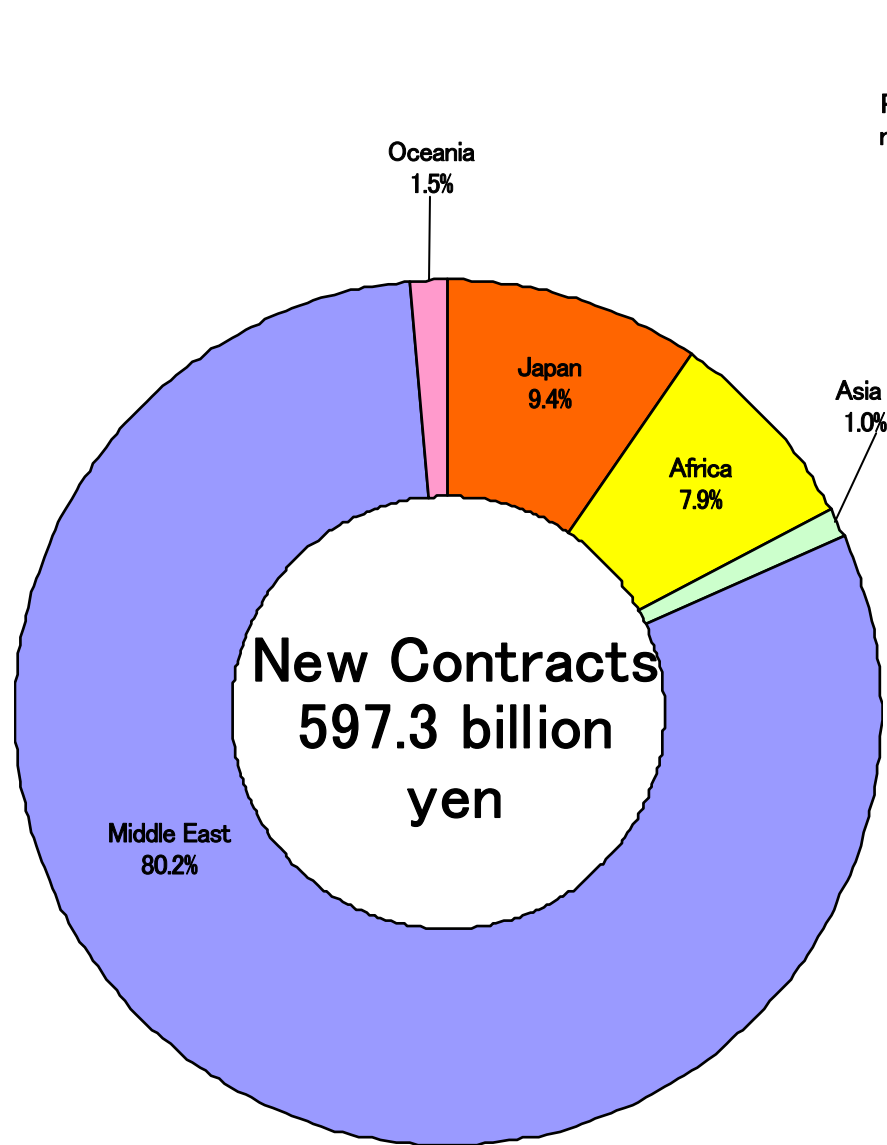
(Unit: Billions of Yen)

	Sept. 2007		Sept. 2008		Mar. 2007		Mar. 2008	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	67.8	72.7%	56.4	9.4%	165.2	54.8%	135.7	33.7%
Africa	2.4	2.7%	47.0	7.9%	9.0	3.0%	7.5	1.9%
Asia other than Japan	9.7	10.5%	6.0	1.0%	63.9	21.2%	15.1	3.8%
Middle East	3.4	3.7%	478.8	80.2%	60.1	20.0%	232.0	57.7%
Oceania	0.0	0.0%	8.8	1.5%	2.3	0.8%	1.9	0.5%
North, Central & South America	9.7	10.4%	0.0	0.0%	0.4	0.2%	9.8	2.4%
Europe and CIS	0.0	0.0%	0.0	0.0%	0.0	0.0%	0.0	0.0%
Total	93.3	100.0%	597.3	100.0%	301.3	100.0%	402.3	100.0%

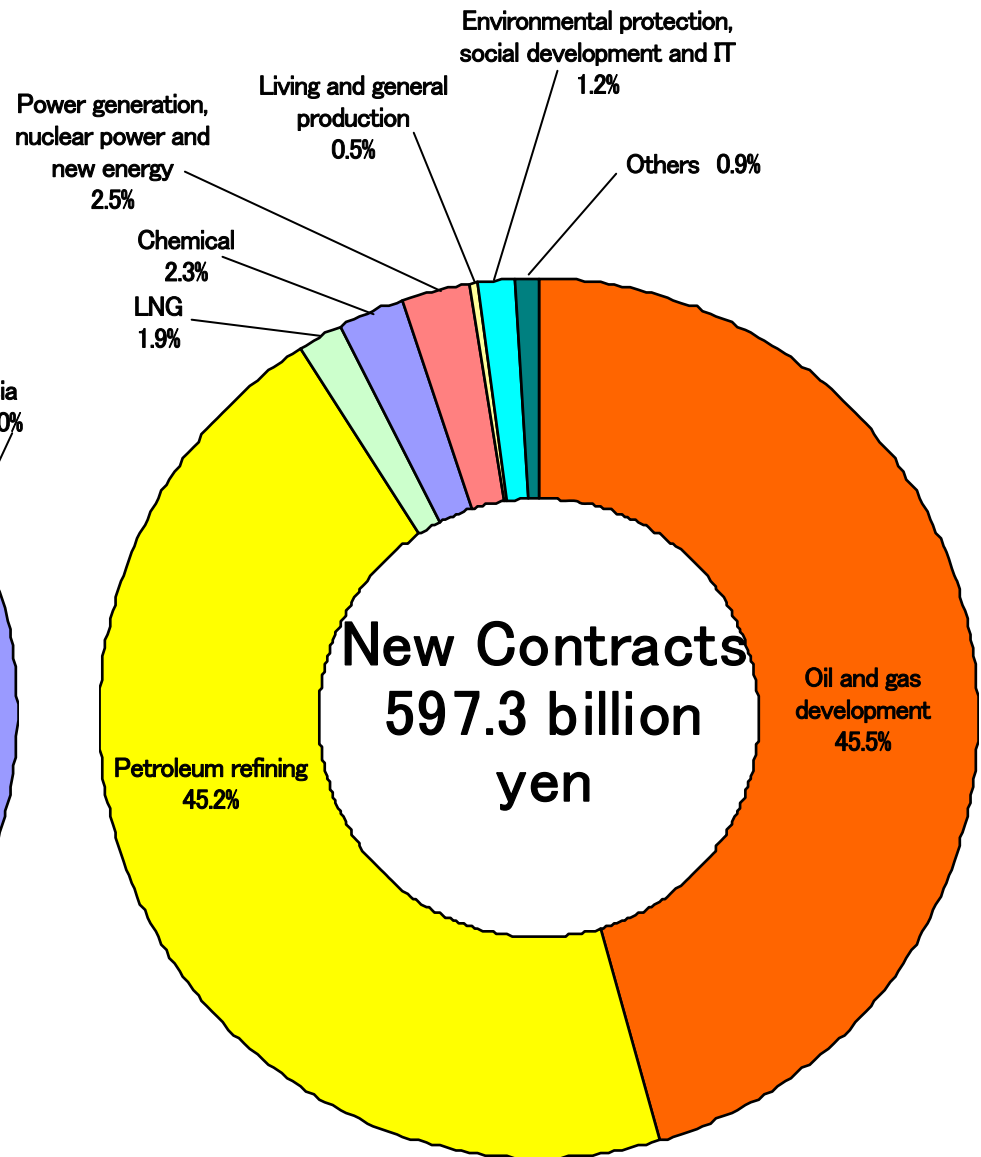
4-2. New contracts by business sector

(Unit: Billions of Yen)

	Sept. 2007		Sept. 2008		Mar. 2007		Mar. 2008	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Oil and gas development	6.3	6.8%	271.5	45.5%	30.2	10.0%	11.3	2.8%
Petroleum refining	56.5	60.6%	269.9	45.2%	89.1	29.6%	79.1	19.7%
LNG	4.0	4.3%	11.0	1.9%	14.8	4.9%	16.0	4.0%
Chemical	7.6	8.2%	14.0	2.3%	61.5	20.4%	243.9	60.6%
Power generation, nuclear power and new energy	3.4	3.7%	15.0	2.5%	31.1	10.3%	17.7	4.4%
Living and general production	4.5	4.9%	3.0	0.5%	48.7	16.2%	10.4	2.6%
Environmental protection, social development and IT	8.2	8.8%	7.2	1.2%	20.0	6.7%	19.2	4.8%
Other	2.4	2.7%	5.2	0.9%	5.5	1.9%	4.4	1.1%
Total	93.3	100.0%	597.3	100.0%	301.3	100.0%	402.3	100.0%



Sept. 2008
New contract by region



Sept. 2008
New contract by business sector

4-3. Major contracts awarded

New contracts	¥ 597.3 billion
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Japan ¥ 56.4 billion	¥ 10 billion or more	1 project	<u>Petroleum refining (1 job)</u>
	¥ 1 billion or more	6 projects	<u>Petroleum refining (2 jobs)</u> <u>Chemical (2 jobs)</u> <u>Living and general production (1 job)</u> <u>Environmental protection, social development and IT (1 job)</u>

Overseas ¥ 540.8 billion	¥ 50 billion or more	2 projects	<u>Oil and gas development (1 job)</u> • Manifa Proj. (Saudi Arabia) <u>Petroleum refining (1 job)</u> • New Refinery Proj. (Kuwait)
	¥ 10 billion or more	2 projects	<u>Oil and gas development (1 job)</u> • Rhourde Nouss Proj. (Algeria) <u>Power generation, nuclear power and new energy (1 job)</u>
	¥ 1 billion or more	4 projects	<u>Oil and gas development (2 jobs)</u> <u>Petroleum refining (1 job)</u> <u>LNG (1 job)</u>

4-4. Actual result and forecasts of new contracts

< Consolidated >

(Unit: Billions of Yen)

	Sept. 2007 (Actual Result)	Sept. 2008 (Actual Result)	Mar. 2008 (Actual Result)	Mar. 2009 (Full Year Forecast)	Mar. 2009 (Second Half Forecast)
Japan	67.8	56.4	135.7	105.0	48.5
Overseas	25.5	540.8	266.5	595.0	54.1
Total	93.3	597.3	402.3	700.0	102.6

< Non-consolidated >

(Unit: Billions of Yen)

	Sept. 2007 (Actual Result)	Sept. 2008 (Actual Result)	Mar. 2008 (Actual Result)	Mar. 2009 (Full Year Forecast)	Mar. 2009 (Second Half Forecast)
Japan	42.3	25.1	82.1	70.0	44.8
Overseas	24.1	537.8	266.5	590.0	52.1
Total	66.4	563.0	348.7	660.0	96.9

4-5. Outstanding contracts by region

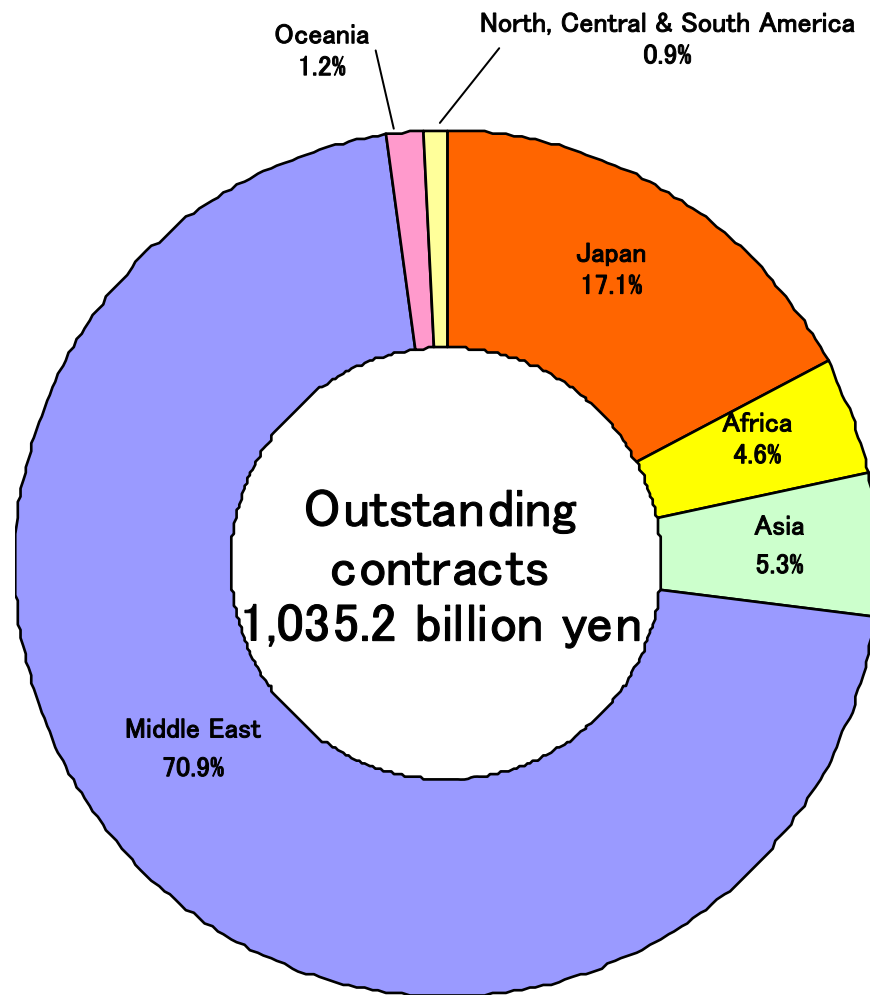
(Unit: Billions of Yen)

	Sept. 2007		Sept. 2008		Mar. 2007		Mar. 2008	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	202.3	36.3%	177.1	17.1%	240.5	32.3%	199.7	31.0%
Africa	16.1	2.9%	47.6	4.6%	19.1	2.6%	2.2	0.3%
Asia other than Japan	119.0	21.4%	54.7	5.3%	157.2	21.1%	83.1	12.9%
Middle East	206.6	37.1%	733.9	70.9%	323.2	43.4%	346.9	53.8%
Oceania	3.3	0.6%	12.5	1.2%	3.3	0.4%	3.7	0.6%
North, Central & South America	9.3	1.7%	9.2	0.9%	0.7	0.1%	9.2	1.4%
Europe and CIS	0.0	0.0%	0.0	0.0%	0.3	0.1%	-0.0	-0.0%
Total	556.9	100.0%	1,035.2	100.0%	744.6	100.0%	645.1	100.0%

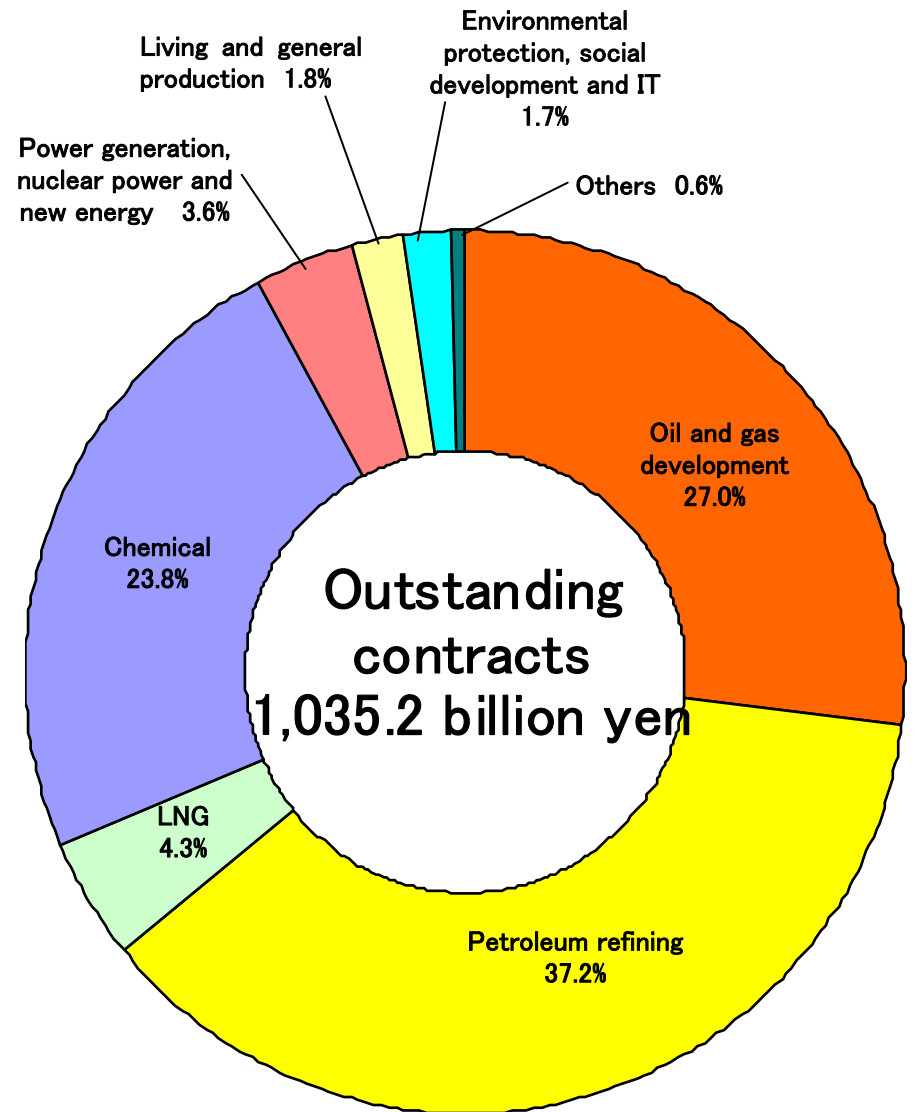
4-6. Outstanding contracts by business sector

(Unit: Billions of Yen)

	Sept. 2007		Sept. 2008		Mar. 2007		Mar. 2008	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Oil and gas development	68.4	12.3%	278.9	27.0%	103.2	13.9%	39.0	6.0%
Petroleum refining	177.0	31.8%	385.0	37.2%	204.1	27.4%	153.0	23.7%
LNG	91.8	16.5%	44.4	4.3%	128.1	17.2%	53.3	8.3%
Chemical	114.5	20.6%	246.0	23.8%	187.4	25.2%	308.9	47.9%
Power generation, nuclear power and new energy	38.6	6.9%	37.5	3.6%	51.3	6.9%	35.2	5.5%
Living and general production	44.0	7.9%	19.0	1.8%	53.8	7.2%	34.0	5.3%
Environmental protection, social development and IT	20.5	3.7%	17.8	1.7%	15.8	2.1%	16.4	2.5%
Others	1.8	0.3%	6.2	0.6%	0.4	0.1%	4.9	0.8%
Total	556.9	100.0%	1,035.2	100.0%	744.6	100.0%	645.1	100.0%



Sept. 2008
Outstanding contracts by region



Sept. 2008
Outstanding contracts by business sector

4-7. Major outstanding contracts

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Outstanding contracts	¥ 1,035.2 billion
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Japan ¥ 177.1 billion	¥ 10 billion or more	3 projects	<u>Petroleum refining</u> (2 jobs) <u>Chemical</u> (1 job)
	¥ 1 billion or more	18 projects	<u>Petroleum refining</u> (8 jobs) <u>Chemical</u> (1 job) <u>Power generation, nuclear power and new energy</u> (1 job) <u>Living and general production</u> (4 jobs) <u>Environmental protection, social development and IT</u> (4 jobs)

Overseas ¥ 858.0 billion	¥ 30 billion or more	4 projects	<u>Oil and gas development</u> (2 jobs) • Manifa Proj. (Saudi Arabia) • Rhourde Nouss Proj. (Algeria) <u>Petroleum refining</u> (1 job) • New Refinery Proj. (Kuwait) <u>Chemical</u> (1 job) • NCP Proj. (Saudi Arabia)
	¥ 10 billion or more	6 projects	<u>Petroleum refining</u> (1 job) • Dung Quat Refinery Proj. (Vietnam) <u>LNG</u> (3 jobs) • Yemen LNG Proj. (Yemen) • Tangguh LNG Proj. (Indonesia) and other <u>Chemical</u> (1 job) • Rabigh Proj. (Saudi Arabia) <u>Power generation, nuclear power and new energy</u> (1 job)