

Consolidated Financial Statements

For the first three quarters ended September 30, 2010



I . Consolidated Financial Results

(1) Results of operations: (¥ in millions, US\$ in thousands, except for net income per share)

	Results for the first three quarters (Jan.1–Sep.30)			
	2009	2010	Increase (Decrease)	2010
	¥	¥	%	\$
Net sales	471,985	584,351	23.8	6,971,499
Operating income	(16,192)	27,530	—	328,446
Ordinary income	(31,755)	21,566	—	257,291
Net income	(46,970)	9,400	—	112,148
Net income per share: Basic	(37.64)	6.28	—	0.075
Net income per share: Diluted	—	—	—	—

Notes

Important changes in accounting policies : applicable

(2) Financial position: (¥ in millions, US\$ in thousands, except for net income per share)

	Sep. 30, 2009	Sep. 30, 2010	Sep. 30, 2010
	¥	¥	\$
Total assets	958,303	918,350	10,956,218
Total equity	286,722	281,107	3,353,700
Total equity per share	163.11	158.95	1.90
	%	%	%
Stockholders' equity ratio	25.5	25.9	25.9

(4) Dividends:

	2009	2010 Forecast
Q1 dividends per share (¥)	—	—
Q2 dividends per share (¥)	—	—
Q3 dividends per share (¥)	0.0	0.0
End of Term dividends per share (¥)	3.0	3.0
Annual dividends per share (¥)	3.0	3.0

II . Forecast of performance for the year ending December 31, 2010

(¥ in millions, US\$ in thousands, except for net income per share)

	fiscal year	
	¥	\$
Net sales	825,000	9,842,520
Operating income	40,000	477,213
Ordinary income	32,000	381,770
Net income	14,000	167,025
Net income per share	9.35	0.11

※The above forecast is based on the information available at this point of time. Actual results may differ materially due to a variety of reasons, including such economic factors as fluctuations in foreign currency exchange rates as well as market supply and demand conditions.

Notes

The U.S. dollar is valued at ¥83.82 throughout this statement for convenience only.

[Business Results]

1. Analysis of business results

(1) Summary

The Japanese economy saw signs of recovery in the first half of the year (January - June) with gradual increases in export and production against the background of improved economic conditions in foreign countries, centering on China. Meanwhile, there emerged risks such as the concern about economic slowdown in Europe and drastic changes in the foreign exchange/stock markets. In the third quarter (July - September), the economy came to a standstill due to weak export and production against the background of steep appreciation of the yen, notwithstanding improvement in corporate performance and some recovery in capital investment.

During the third quarter (July - September), the Showa Denko Group recorded increases in shipments to the electronics and automobile industries compared with the same period of last year. Thus, the Group recorded increased sales and profit in the Electronics, Inorganics, and Aluminum segments.

The Group's consolidated net sales in the third quarter 2010 increased 8.1% from the same period of last year, to ¥200,252 million. The Group recorded operating income of ¥9,786 million, up 46.7%, due to the rise in shipment volumes and the effect of rationalization measures taken last year, and ordinary income of ¥7,517 million, up 191.5%. The Group recorded quarterly net income of ¥1,699 million, up ¥2,137 million.

As for the first three quarters (January 1 – September 30), the Group's consolidated net sales increased 23.8% from the same period of last year, to ¥584,351 million. The Group recorded operating income of ¥27,530 million (up ¥43,722 million), ordinary income of ¥21,566 million (up ¥53,321 million), and net income of ¥9,400 million (up ¥56,370 million).

(Unit: Millions of yen)

	2010 1Q – 3Q (Jan.-Sept.)	Vs. 1Q – 3Q 2009		2010 3Q (Jul.-Sept.)	Vs. 3Q 2009		Vs. 2Q 2010	
		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease		2009 3Q (Jul.-Sept.)	Increase/ decrease	2010 2Q (Apr.-Jun.)	Increase/ Decrease
Net sales	584,351	471,985	112,366	200,252	185,302	14,950	196,405	3,848
Operating income	27,530	- 16,192	43,722	9,786	6,670	3,116	10,717	- 931
Ordinary income	21,566	- 31,755	53,321	7,517	2,579	4,938	8,944	- 1,427
Net income	9,400	- 46,970	56,370	1,699	- 439	2,137	4,208	- 2,509

(2) Summary of results by business segment

(Petrochemicals)

In the third quarter, production of ethylene, propylene and other products was maintained at the level of the same period of last year. Sales of olefins increased owing to higher shipment volumes, while sales of organic chemicals decreased due to the decline in shipment volumes of ethyl acetate and other products.

As a result, the Petrochemicals segment's sales in the third quarter rose 6.5%, to ¥71,548 million. However, operating income fell 71.1%, to ¥1,082 million, due to the influence of high-priced inventory.

As for the total figures for the first three quarters, the Petrochemicals segment's sales increased 21.2% from the same period of last year, to ¥197,994 million. However, operating income fell 53.4%, to ¥2,691 million, due partly to the influence of the shutdown maintenance conducted in the first half of the year.

(Unit: Millions of yen)

	2010 1Q – 3Q (Jan.-Sept.)	Vs. 1Q – 3Q 2009		2010 3Q (Jul.-Sept.)	Vs. 3Q 2009		Vs. 2Q 2010	
		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease		2009 3Q (Jul.-Sept.)	Increase/ decrease	2010 2Q (Apr.-Jun.)	Increase/ Decrease
Net sales	197,994	163,391	34,603	71,548	67,162	4,386	62,269	9,279
Operating income	2,691	5,777	- 3,085	1,082	3,746	- 2,664	575	507

(Chemicals)

In the third quarter, production of ammonia increased from the same period of last year. Sales of ammonia increased due to the rise in shipment volumes for fiber and power generation applications. Sales of acrylonitrile were up owing to the rise in shipment volumes for fiber applications and the rise in selling prices. Sales of industrial gases decreased as a result of the shutdown of HFC production facilities at the end of last year, notwithstanding steady sales of oxygen and nitrogen.

As a result, the Chemicals segment's sales in the third quarter fell 1.5%, to ¥21,505 million, and operating income fell 44.8%, to ¥372 million, due partly to the rise in raw material costs.

As for the total figures for the first three quarters, the Chemicals segment's sales decreased 3.7% from the same period of last year, to ¥66,102 million. (This is due

partly to the decline in sales of Showa Tansan Co., Ltd. The company changed its fiscal period in the first half of 2009. This year, there is no influence of that change.) Meanwhile, the segment recorded operating income of ¥2,592 million, up ¥3,050 million, owing to the rise in shipment volumes of acrylonitrile and other products.

(Unit: Millions of yen)

	2010 1Q – 3Q (Jan.-Sept.)	Vs. 1Q – 3Q 2009		2010 3Q (Jul.-Sept.)	Vs. 3Q 2009		Vs. 2Q 2010	
		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease		2009 3Q (Jul.-Sept.)	Increase/ decrease	2010 2Q (Apr.-Jun.)	Increase/ Decrease
Net sales	66,102	68,630	- 2,528	21,505	21,825	- 319	22,799	- 1,293
Operating income	2,592	- 457	3,050	372	673	- 301	1,101	- 729

(Electronics)

In the third quarter, production of HD media increased from the same period of last year. Sales of HD media were maintained at the level of the same period of last year due partly to the influence of the appreciation of the yen, notwithstanding the rise in shipment volumes mainly for notebook PC applications. Sales of compound semiconductors increased due to higher shipment volumes, for both commodity and ultrabright LEDs. Sales of semiconductor-processing specialty gases increased due to the rise in shipment volumes. Sales of rare earth magnetic alloys increased due to higher shipment volumes and higher selling prices, reflecting the rise in raw material costs.

As a result, the Electronics segment's sales in the third quarter increased 4.4%, to ¥40,289 million, and operating income increased 144.3%, to ¥3,331 million.

As for the total figures for the first three quarters, the Electronics segment's sales increased 55.8% from the same period of last year, to ¥127,119 million. The segment recorded operating income of ¥10,080 million, up ¥244,000 million.

(Unit: Millions of yen)

	2010 1Q – 3Q (Jan.-Sept.)	Vs. 1Q – 3Q 2009		2010 3Q (Jul.-Sept.)	Vs. 3Q 2009		Vs. 2Q 2010	
		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease		2009 3Q (Jul.-Sept.)	Increase/ decrease	2010 2Q (Apr.-Jun.)	Increase/ Decrease
Net sales	127,119	81,599	45,519	40,289	38,575	1,714	44,242	- 3,954
Operating income	10,080	- 14,320	24,400	3,331	1,363	1,967	4,223	- 893

(Inorganics)

In the third quarter, production of graphite electrodes increased from the same period of last year. Sales of graphite electrodes increased due to higher shipment volumes, reflecting higher plant utilization in the electric arc furnace steelmaking industry centering on overseas markets. Sales of ceramics increased due to higher shipment volumes.

As a result, the Inorganics segment's sales in the third quarter increased 46.2%, to ¥19,685 million, and operating income jumped 576.0%, to ¥3,126 million.

As for the total figures for the first three quarters, the Inorganics segment's sales increased 56.4% from the same period of last year, to ¥56,830 million. Operating income jumped 775.6%, to ¥6,799 million.

(Unit: Millions of yen)

	2010 1Q – 3Q (Jan.-Sept.)	Vs. 1Q – 3Q 2009		2010 3Q (Jul.-Sept.)	Vs. 3Q 2009		Vs. 2Q 2010	
		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease		2009 3Q (Jul.-Sept.)		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease
Net sales	56,830	36,347	20,483	19,685	13,467	6,219	19,780	- 94
Operating income	6,799	777	6,023	3,126	462	2,664	2,558	568

(Aluminum and Other)

In the third quarter, production of high-purity aluminum foils for capacitors increased from the same period of last year. Sales of rolled products were up due to higher shipment volumes of high-purity foils for capacitors, reflecting steady demand from the capacitor industry. Sales of aluminum cylinders for laser beam printers increased due to higher shipment volumes. However, sales of extrusions fell, as a result of withdrawal from the business in commodity extrusions for building materials in the second half of last year. Overall, sales of extrusions/specialty products decreased.

In the automotive heat exchanger business, sales rose due to steady business in China and Thailand, notwithstanding lower sales in Europe. Sales of *Shotic*TM forged products increased because of the rise in shipments to the automobile industry. Sales of aluminum cans increased, reflecting higher shipment volumes.

As a result, the Aluminum segment's sales in the third quarter rose 6.7%, to ¥47,225 million. The segment recorded operating income of ¥2,730 million, up 230.8%, due to the rise in shipment volumes and the effect of structural reform measures taken last year.

As for the total figures for the first three quarters, the Aluminum segment's sales increased 11.7% from the same period of last year, to ¥136,307 million. The segment recorded operating income of ¥7,303 million, up ¥13,239 million.

(Unit: Millions of yen)

	2010 1Q – 3Q (Jan.-Sept.)	Vs. 1Q – 3Q 2009		2010 3Q (Jul.-Sept.)	Vs. 3Q 2009		Vs. 2Q 2010	
		2009 1Q – 3Q (Jan.-Sept.)	Increase/ decrease		2009 3Q (Jul.-Sept.)	Increase/ decrease	2010 2Q (Apr.-Jun.)	Increase/ Decrease
Net sales	136,307	122,018	14,289	47,225	44,274	2,951	47,315	- 90
Operating income	7,303	- 5,937	13,239	2,730	825	1,904	2,747	- 18

(3) Major steps taken or decided in the third quarter of 2010

[Petrochemicals]

- Decision to build pilot plant for heat-resistant, transparent film for displays

SDK has decided to build a pilot plant at its Oita Complex to produce heat-resistant and transparent film for use in displays. The pilot plant is scheduled to start up in June 2011. The film will have high transparency, heat resistance, and surface hardness. SDK will accelerate preparations for full-scale commercialization, expanding its film operations to cover not only the field of displays (touch screens, LCDs) but also optical films that require high performance.

[Electronics]

- Expansion of HD media production capacity in Singapore

SDK has decided to further expand its hard disk (HD) media production capacity by 2 million disks per month, installing additional production lines at its fully-owned subsidiary Showa Denko HD Singapore Pte. Ltd. (SHDS). This is in addition to the capacity expansion of 3 million disks per month announced on April 28, 2010. The decision was made in view of the expected growth of demand for hard disk drives (HDDs) owing to increased use in PCs, servers and digital electric appliances. The additional expansion at SHDS will involve capital expenditure of approximately ¥5.5 billion. The Showa Denko Group's total HD media production capacity will be increased from 22 million disks a month at the end of June 2010, to 25 million disks a month by the end of March 2011, and further to 27 million disks a month by the end of June 2011. SDK will continue examining measures to increase its HD media production capacity to meet growing demand.

- Completion of blue LED chip production capacity expansion

SDK has increased its production capacity of blue LED chips at its Chiba site to 340 million units per month, from 200 million units per month. After completion of

expansion work in July, SDK started commercial operation of the expanded facility. Demand for blue LEDs is expected to grow due to increased use in such applications as backlight for LCD TVs and general lighting. SDK will promote technical development to further increase output of LED chips and improve production efficiency, thereby providing high-quality, high-performance and energy-saving products that fulfill customers' requirements.

- Expansion of production capacity for titanium oxide nanoparticles

SDK has decided to expand nanoparticle titanium-oxide production capacity at its fully-owned subsidiary Showa Titanium Co., Ltd., from 180 tons a month at present to 240 tons a month. The product, sold under the trade name of *Super-Titania*TM, is used in the production of multilayer ceramic capacitors (MLCCs). MLCCs are used mainly in electronic devices that require small size and light weight, such as PCs and mobile phones, as well as in such digital electric appliances as flat-panel TVs. Demand for MLCCs is expected to continue growing.

[Inorganics]

- Decision to build chemical alumina plant in Indonesia

SDK and PT. Antam Tbk (Antam), of Indonesia, have agreed to build a chemical alumina plant in West Kalimantan, Indonesia, through a new joint venture PT Indonesia Chemical Alumina (ICA; to be owned 20% by SDK). Chemical alumina is used for the production of various products, including electronic components. The project cost, which is expected to total approx. US\$450 million, will be financed by investments by SDK and Antam as well as ICA's bank loans. Construction will begin in January 2011 for start-up in January 2014. The plant will have the capacity to produce 300,000 t/y of chemical alumina. SDK will take 200,000 t/y of chemical alumina from the new plant and use them to replace the current products from its Yokohama Plant. SDK will expand its chemical alumina operations in the growing Asian market.

[Corporate]

- Acquisition of highest-level environmental rating from DBJ

On July 30, SDK received a loan from Development Bank of Japan Inc. (DBJ), after acquiring the highest-level rating from DBJ for its environmental management. The rating was in recognition of SDK's contribution to sustainable growth through the development of ultrabright LED chips and *VGCF*TM carbon nanotube; implementation of measures against global warming, such as the drastic cut in greenhouse gas emissions through the replacement of naphtha cracking furnaces at Oita Complex; and establishment of aggressive plans for further reductions. The Showa Denko Group attaches high priority to a sustainable growth of society, developing products and technologies that contribute to reductions in environmental impact and cutting emissions of greenhouse gases.

2. Financial Conditions

Total assets at the end of September 30 decreased ¥21,199 million from June 30 of this year, to ¥918,350 million. The decrease was mainly due to reductions in accounts receivable and fixed assets. Interest-bearing debt decreased ¥5,776 million, to ¥359,841 million, as a result of continued reduction efforts. Total liabilities decreased ¥23,269 million, to ¥637,243 million, due partly to reductions in accounts payable. Total net assets increased ¥2,070 million, to ¥281,107 million, due partly to the recording of quarterly net income.

When compared with December 31, 2009, total assets decreased ¥39,953 million due mainly to reductions in accounts receivable and investment securities. Total liabilities decreased ¥34,338 million due to reductions in interest-bearing debt and accounts payable. Total net assets decreased ¥5,615 million, due to the payment of dividends and the fall in the amount of valuations and adjustments, notwithstanding the recording of quarterly net income.

3. Projections for 2010

As for the performance forecast for full-year 2010, there is no difference from the figures announced on August 3, 2010.

Consolidated Balance Sheets

(¥ in millions, US\$ in thousands)

	Dec. 31, 2009	Sep. 30, 2010	Sep. 30, 2010
Assets	¥	¥	\$
Current assets			
Cash and deposits	62,514	36,295	433,011
Notes and accounts receivable-trade	147,579	134,131	1,600,226
Merchandise and finished goods	40,542	46,210	551,306
Work in process	11,509	11,171	133,280
Raw materials and supplies	40,283	47,963	572,213
Other	30,783	33,101	394,911
Allowance for doubtful accounts	(559)	(454)	(5,415)
Total current assets	332,650	308,418	3,679,531
Noncurrent assets			
Property, plant and equipment			
Buildings and structures, net	91,086	88,625	1,057,320
Machinery, equipment and vehicles, net	134,821	142,151	1,695,906
Land	255,774	255,268	3,045,434
Other, net	22,592	14,727	175,700
Total property, plant and equipment	504,273	500,771	5,974,360
Intangible assets			
Goodwill	3,832	2,931	34,968
Other	9,722	9,378	111,885
Total intangible assets	13,554	12,309	146,853
Investments and other assets			
Investment securities	65,084	57,430	685,162
Other	43,655	40,168	479,216
Allowance for doubtful accounts	(914)	(746)	(8,905)
Total investments and other assets	107,826	96,852	1,155,473
Total noncurrent assets	625,653	609,932	7,276,686
Total assets	958,303	918,350	10,956,218
Liabilities			
Current liabilities			
Notes and accounts payable-trade	116,553	112,469	1,341,795
Short-term loans payable	74,601	83,370	994,632
Current portion of long-term loans payable	59,862	54,661	652,118
Commercial papers	15,000	6,300	75,161
Current portion of bonds	13,000	13,000	155,094
Provision	5,380	5,817	69,405
Other	69,561	59,789	713,303
Total current liabilities	353,958	335,406	4,001,508
Noncurrent liabilities			
Bonds payable	23,000	20,000	238,607
Long-term loans payable	188,448	182,510	2,177,408
Provision for retirement benefits	27,088	26,399	314,946
Other provision	46	631	7,531
Other	79,042	72,296	862,518
Total noncurrent liabilities	317,624	301,837	3,601,009
Total liabilities	671,581	637,243	7,602,517
Net assets			
Shareholders' equity			
Capital stock	140,564	140,564	1,676,969
Capital surplus	62,225	62,223	742,346
Retained earnings	29,311	34,021	405,886
Treasury stock	(174)	(176)	(2,104)
Total shareholders' equity	231,925	236,632	2,823,097
Valuation and translation adjustments			
Valuation difference on available-for-sale securities	2,574	(4,457)	(53,173)
Deferred gains or losses on hedges	(204)	73	873
Revaluation reserve for land	21,764	21,964	262,039
Foreign currency translation adjustment	(11,962)	(16,343)	(194,975)
Total valuation and translation adjustments	12,172	1,238	14,764
Minority interests	42,625	43,238	515,839
Total net assets	286,722	281,107	3,353,700
Total liabilities and net assets	958,303	918,350	10,956,218

Consolidated Statements of Income

(¥ in millions, US\$ in thousands)

	Results for the third quarter (Jan.1-Sep.30)		
	2009	2010	2010
	¥	¥	\$
Net sales	471,985	584,351	6,971,499
Cost of sales	425,088	491,247	5,860,739
Gross profit	46,897	93,104	1,110,760
Selling, general and administrative expenses	63,089	65,573	782,313
Operating income (loss)	(16,192)	27,530	328,446
Non-operating income			
Interest income	124	135	1,610
Dividends income	998	718	8,565
Equity in earnings of affiliates	—	1,040	12,413
Rent income on noncurrent assets	883	850	10,136
Subsidy income	856	—	—
Miscellaneous income	1,063	1,002	11,957
Total non-operating income	3,924	3,745	44,682
Non-operating expenses			
Interest expenses	5,384	4,269	50,929
Equity in losses of affiliates	1,217	—	—
Loss on reduction of operation	5,133	—	—
Miscellaneous expenses	7,753	5,441	64,908
Total non-operating expenses	19,487	9,709	115,837
Ordinary income (loss)	(31,755)	21,566	257,291
Extraordinary income			
Gain on sales of investment securities	1,575	—	—
Subsidy	—	2,045	24,394
Other	428	960	11,453
Total extraordinary income	2,003	3,005	35,851
Extraordinary loss			
Loss on sales and retirement of noncurrent assets	2,061	2,704	32,264
Impairment loss	10,471	—	—
Loss on valuation of inventories	5,544	—	—
Other	2,150	7,208	85,988
Total extraordinary losses	20,226	9,912	118,252
Income (loss) before income taxes and minority interests	(49,978)	14,659	174,890
Income taxes	(3,246)	3,403	40,600
Minority interests in income (loss)	238	1,856	22,142
Net income (loss)	(46,970)	9,400	112,148

Consolidated Statements of Cash Flows

(¥ in millions, US\$ in thousands)

	Results for the third quarter (Jan. 1-Sep. 30)		
	2010	2009	2010
	¥	¥	\$
Net cash provided by (used in) operating activities			
Income (loss) before income taxes and minority interests	14,659	(49,978)	174,890
Depreciation and amortization	37,570	41,082	448,222
Impairment loss	1,337	10,471	15,948
Amortization of goodwill	902	705	10,763
Increase (decrease) in provision for retirement benefits	(665)	(1,320)	(7,933)
Interest and dividends income	(853)	(1,122)	(10,175)
Interest expenses	4,269	5,384	50,929
Equity in (earnings) losses of affiliates	(1,040)	1,217	(12,413)
Loss (gain) on sales and valuation of investment securities	65	(1,030)	781
Loss on retirement of noncurrent assets	2,232	1,879	26,631
Loss (gain) on sales of noncurrent assets	321	135	3,826
Decrease (increase) in notes and accounts receivable-trade	12,005	(4,166)	143,228
Decrease (increase) in inventories	(14,825)	22,038	(176,865)
Increase (decrease) in notes and accounts payable-trade	(2,254)	(38,182)	(26,896)
Other, net	(7,926)	19,768	(94,554)
Subtotal	45,798	6,882	546,380
Interest and dividends income received	1,474	1,700	17,587
Interest expenses paid	(4,322)	(5,220)	(51,565)
Income taxes (paid) refund	(3,051)	535	(36,404)
Net cash provided by (used in) operating activities	39,898	3,897	475,998
Net cash provided by (used in) investing activities			
Proceeds from sales and redemption of securities	2	2	28
Purchase of property, plant and equipment	(40,537)	(34,199)	(483,620)
Proceeds from sales of property, plant and equipment	634	21,343	7,567
Proceeds from transfer of business	1,283	252	15,304
Purchase of investment securities	(1,451)	(6,312)	(17,310)
Proceeds from sales of investment securities	183	4,722	2,185
Purchase of investments in subsidiaries	-	(18)	-
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(1,255)	-
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	-	64	-
Decrease (increase) in short-term loans receivable	1,205	(745)	14,380
Payments of long-term loans receivable	(935)	(1,349)	(11,160)
Collection of long-term loans receivable	512	55	6,107
Other, net	(1,147)	(3,180)	(13,688)
Net cash provided by (used in) investing activities	(40,251)	(20,619)	(480,208)
Net cash provided by (used in) financing activities			
Net increase (decrease) in short-term loans payable	9,718	(14,620)	115,942
Increase (decrease) in commercial papers	(8,700)	30,700	(103,794)
Proceeds from long-term loans payable	39,600	64,585	472,441
Repayment of long-term loans payable	(50,444)	(55,772)	(601,819)
Redemption of bonds	(3,000)	-	(35,791)
Cash dividends paid	(4,464)	(6,204)	(53,262)
Cash dividends paid to minority shareholders	(1,121)	(949)	(13,373)
Other, net	(6,200)	(3,987)	(73,967)
Net cash provided by (used in) financing activities	(24,611)	13,753	(293,623)
Effect of exchange rate change on cash and cash equivalents	(1,421)	405	(16,955)
Net increase (decrease) in cash and cash equivalents	(26,386)	(2,564)	(314,789)
Cash and cash equivalents at beginning of period	62,507	40,949	745,732
Cash and cash equivalents at end of period	36,122	38,385	430,943

(Reference)

SEGMENT INFORMATION (previous 2Q ended)

The operations of the Companies for the year ended June 30, 2009 and 2010 was summarised by industry segment as follows:

Year ended June 30, 2009	Millions of yen						
	Petrochemicals	Chemicals	Electronics	Inorganics	Aluminium	Elimination	Consolidated
Sales							
Outside customers	¥163,391	¥68,630	¥81,599	¥36,347	¥122,018	¥-	¥471,985
Inter-segment	2,344	213	196	701	2,030	(5,484)	-
Total	165,735	68,843	81,795	37,048	124,048	(5,484)	471,985
Operating income (loss)	¥5,777	(¥457)	(¥14,320)	¥777	(¥5,937)	(¥2,031)	(¥16,192)

Year ended June 30, 2010	Millions of yen						
	Petrochemicals	Chemicals	Electronics	Inorganics	Aluminium	Elimination	Consolidated
Sales							
Outside customers	¥197,994	¥66,102	¥127,119	¥56,830	¥136,307	¥-	¥584,351
Inter-segment	1,184	92	407	25	100	(1,808)	-
Total	199,177	66,193	127,526	56,855	136,407	(1,808)	584,351
Operating income (loss)	¥2,691	¥2,592	¥10,080	¥6,799	¥7,303	(¥1,935)	¥27,530

Year ended June 30, 2010	Thousands of U.S. dollars						
	Petrochemicals	Chemicals	Electronics	Inorganics	Aluminium	Elimination	Consolidated
Sales							
Outside customers	\$2,362,129	\$788,615	\$1,516,567	\$678,003	\$1,626,184	\$-	\$6,971,499
Inter-segment	14,123	1,093	4,859	296	1,193	(21,564)	-
Total	2,376,252	789,708	1,521,426	678,300	1,627,377	(21,564)	6,971,499
Operating income (loss)	\$32,109	\$30,928	\$120,262	\$81,116	\$87,122	(\$23,090)	\$328,446

Notes