

Summary of Fiscal 2008

(The Fiscal Year ended March 31, 2009)

Tokuyama Corporation

1. Consolidation

| Classification | Fiscal 2008 | Fiscal 2007 | Change(*) |
|--|-------------|-------------|-----------|
| The number of consolidated subsidiaries | 46 | 47 | -1 |
| The number of subsidiaries and affiliates by the equity method | 11 | 13 | -2 |

* See the note on page 3

2. Summary of performance & other corporate data (consolidated)

(Unit: Billions of yen, except number of employees)

| | Fiscal 2008 | Fiscal 2007 | Change |
|----------------------------------|-------------|-------------|--------|
| Net sales | 300.9 | 307.4 | -6.4 |
| Operating income | 22.7 | 35.3 | -12.5 |
| Ordinary income | 20.3 | 30.3 | -10.0 |
| Net income | -5.5 | 18.8 | -24.4 |
| Net income per share (Unit: yen) | -20.42 | 68.85 | -89.26 |
| Capital expenditures | 52.5 | 37.0 | +15.5 |
| Depreciation and amortization | 22.9 | 21.4 | +1.5 |
| R&D expenses | 11.8 | 11.1 | +0.7 |
| Financial income and expenses | -0.6 | -0.4 | -0.1 |

| | As of March 31, 2009 | As of March 31, 2008 | Change |
|-----------------------|----------------------|----------------------|--------|
| Interest-bearing debt | 95.9 | 64.2 | +31.6 |
| Number of employees | 5,295 | 5,057 | + 238 |

3. Net sales/operating income by business segment (year on year)

(Unit: Billions of yen)

| | Fiscal 2008 | | Fiscal 2007 | | Changes | | | |
|--|-------------|------------------|-------------|------------------|-----------|----|------------------|-----|
| | Net Sales | Operating income | Net Sales | Operating income | Net Sales | % | Operating income | % |
| Chemicals | 112.6 | 1.2 | 118.3 | 4.7 | -5.6 | -5 | -3.4 | -73 |
| Tokuyama | 86.6 | 1.0 | 89.1 | 2.3 | -2.4 | - | -1.3 | - |
| Tokuyama Group (including consolidation adjustment) | 26.0 | 0.2 | 29.2 | 2.4 | -3.2 | - | -2.1 | - |
| Specialty Products | 102.8 | 26.3 | 101.2 | 30.5 | +1.5 | +2 | -4.1 | -14 |
| Tokuyama | 75.9 | 25.4 | 76.0 | 27.8 | -0.0 | - | -2.3 | - |
| Tokuyama Group (including consolidation adjustment) | 26.9 | 0.8 | 25.2 | 2.7 | +1.6 | - | -1.8 | - |
| Cement, Building Materials and Others | 85.4 | -0.5 | 87.8 | 3.6 | -2.3 | -3 | -4.2 | - |
| Tokuyama | 40.0 | 0.1 | 41.0 | 2.0 | -1.0 | - | -1.8 | - |
| Tokuyama Group (including consolidation adjustment) | 45.4 | -0.7 | 46.7 | 1.6 | -1.3 | - | -2.3 | - |
| Total | 300.9 | 27.0 | 307.4 | 38.9 | -6.4 | - | -11.9 | - |
| Inter-segment eliminations and corporate-wide expenses | - | -4.3 | - | -3.6 | - | - | -0.6 | - |
| Consolidated results | 300.9 | 22.7 | 307.4 | 35.3 | -6.4 | -2 | -12.5 | -36 |

- In the Chemicals segment, profits declined as a result of the steep rise of raw materials and fuel prices in the first half of this fiscal year and sharply decreased demand in the second half of this fiscal year.
- In the Specialty products segment, sales of polycrystalline silicon were steady, while demand for fumed silica and advanced materials decreased sharply, with the result that the segment's profits declined.
- In the Cement, building materials and others segment, our endeavor to streamline operations and revise product prices did not adequately absorb the steep rise of raw materials and fuel prices and increased fixed costs. In addition, because the plastic window sashes problem as well as an economic downturn in the second half of this fiscal year also had a negative impact on performance, we recorded a decline in profits.

4. Net sales/operating income by business segment (forecasts)

(1) Net sales/operating income by business segment (full year comparison)

(Unit: Billions of yen)

| | FY2009 Forecast | | FY2008 Results | | Changes | | | |
|--|-----------------|------------------|----------------|------------------|-----------|-----|------------------|------|
| | Net Sales | Operating income | Net Sales | Operating income | Net Sales | % | Operating income | % |
| Chemicals | 97.0 | 4.1 | 112.6 | 1.2 | -15.6 | -14 | +2.8 | +226 |
| Tokuyama | 75.0 | 4.5 | 86.6 | 1.0 | -11.6 | - | +3.4 | - |
| Tokuyama Group (including consolidation adjustment) | 22.0 | -0.4 | 26.0 | 0.2 | -4.0 | - | -0.6 | - |
| Specialty Products | 109.0 | 19.7 | 102.8 | 26.3 | +6.1 | +6 | -6.6 | -25 |
| Tokuyama | 84.5 | 18.4 | 75.9 | 25.4 | +8.5 | - | -7.0 | - |
| Tokuyama Group (including consolidation adjustment) | 24.5 | 1.3 | 26.9 | 0.8 | -2.4 | - | +0.4 | - |
| Cement, Building Materials and Others | 80.0 | 0.8 | 85.4 | -0.5 | -5.4 | -6 | +1.3 | - |
| Tokuyama | 40.5 | 1.7 | 40.0 | 0.1 | +0.4 | - | +1.5 | - |
| Tokuyama Group (including consolidation adjustment) | 39.5 | -0.9 | 45.4 | -0.7 | -5.9 | - | -0.1 | - |
| Total | 286.0 | 24.6 | 300.9 | 27.0 | -14.9 | - | -2.4 | - |
| Inter-segment eliminations and corporate-wide expenses | - | -4.6 | - | -4.3 | - | - | -0.3 | - |
| Consolidated results | 286.0 | 20.0 | 300.9 | 22.7 | -14.9 | -5 | -2.7 | -12 |

(2) Assumptions of performance forecasts for fiscal 2009

| | Fiscal 2009 | Apr-Sep 2008 | Oct 2008-Mar 2009 |
|--------------------------------------|--------------------|---------------------|--------------------------|
| Domestic Naphtha Price (¥/kl) | 33,000 | 78,350 | 39,350 |
| Exchange Rate (¥/\$) | 95 | 106 | 95 |

The estimated cost decrease of raw materials and fuel such as ethylene, propylene and coal, and an increase in depreciation due to the operational start of the new polycrystalline silicon plant are taken into

consideration.

We expect a decline in profits due to an expected decrease in sales volume of some of our products and other factors as well as the above-mentioned depreciation increase.

- In the Chemicals segment, the cost decrease of raw materials and fuel such as coal, ethylene and propylene is taken into consideration.
- In the Specialty products segment, the depreciation increase and an increase in sales volume due to the new polycrystalline silicon plant's operations are taken into consideration. As for other products, a decrease in sales volume is taken into consideration.
- In the Cement, building materials and others segment, the cost decrease of coal and other raw materials and fuel, the impact of product price revisions, and a decrease in sales volume are taken into consideration. We will continue to endeavor to revise product prices and reduce costs.

Note:

The number of consolidated subsidiaries

Addition: Tokuyama Korea Co., Ltd.

Reduction: Hachimaru Sangyo Corporation
Sun Clean Kogyo Corporation

The number of subsidiaries and affiliates by the equity method

Reduction: Southern Cross Cement Corporation
T&T Corporation

**Summary of Consolidated Financial Statements for Fiscal 2008
(The Fiscal Year ended March 31, 2009)**

May 12, 2009

Tokuyama Corporation

(URL <http://www.tokuyama.co.jp/>)

Representative: Kazuhisa Kogo
President and Representative Director

Contact: Yoshifumi Matsumoto
General Manager, Corporate Communications & Investor Relations Dept.
+81-3-3499-8023

Stock exchange listings:

Code number:

Tokyo, Osaka

4043

Scheduled date for the Ordinary General Meeting of Shareholders : June 25, 2009

Scheduled date of year-end dividends payout : June 26, 2009

Scheduled date for the filing of the consolidated financial statements : June 26, 2009

1. Consolidated results for fiscal year ended March 31, 2009 (April 1, 2008 – March 31, 2009)

(1) Performance

Note: All amounts are rounded down to the nearest million yen.

% indicates year-on-year changes.

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|-------------|-------------------|-------|-------------------|--------|-------------------|--------|-------------------|-----|
| | (millions of yen) | [%] | (millions of yen) | [%] | (millions of yen) | [%] | (millions of yen) | [%] |
| Fiscal 2008 | 300,999 | (2.1) | 22,738 | (35.6) | 20,359 | (33.0) | (5,597) | - |
| Fiscal 2007 | 307,453 | 5.0 | 35,325 | 1.7 | 30,399 | (4.0) | 18,888 | 2.3 |

| | Net income per share | Diluted net income per share | Net income to shareholders' equity | Ordinary income to total assets | Operating income to net sales |
|-------------|----------------------|------------------------------|------------------------------------|---------------------------------|-------------------------------|
| | (yen) | (yen) | [%] | [%] | [%] |
| Fiscal 2008 | (20.42) | — | (2.9) | 5.2 | 7.6 |
| Fiscal 2007 | 68.85 | — | 9.7 | 8.0 | 11.5 |

(Reference) Equity in earnings of unconsolidated subsidiaries and affiliates: FY08: 123 million yen FY07: 715 million yen

(2) Financial position

| | Total assets | Net assets | Shareholders' equity ratio | Net assets per share |
|--------------|-------------------|-------------------|----------------------------|----------------------|
| | (millions of yen) | (millions of yen) | [%] | (yen) |
| Mar 31, 2009 | 403,613 | 189,757 | 45.5 | 669.80 |
| Mar 31, 2008 | 383,264 | 206,135 | 51.9 | 725.37 |

(Reference) Shareholders' equity: FY08: 183,539 million yen FY07: 199,010 million yen

(3) Cash flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at the end of the year |
|-------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| | (millions of yen) | (millions of yen) | (millions of yen) | (millions of yen) |
| Fiscal 2008 | 42,480 | (56,506) | 29,246 | 55,365 |
| Fiscal 2007 | 47,698 | (25,664) | (10,176) | 41,057 |

2. Dividends

| (Period) | Dividends per share | | | | | Total dividends paid (Annual) | Dividend payout ratio (Consolidated) | Dividend on net assets ratio (Consolidated) |
|------------------------|---------------------|-------------|-------------|----------|--------|-------------------------------|--------------------------------------|---|
| | 1st quarter | 2nd quarter | 3rd quarter | Year-end | Annual | | | |
| | (yen) | (yen) | (yen) | (yen) | (yen) | (millions of yen) | [%] | [%] |
| Fiscal 2007 | -- | 3.00 | -- | 6.00 | 9.00 | 2,469 | 13.1 | 1.3 |
| Fiscal 2008 | -- | 3.00 | -- | 3.00 | 6.00 | 1,644 | -- | 0.9 |
| Fiscal 2009 (Forecast) | -- | 3.00 | -- | 3.00 | 6.00 | | 16.4 | |

Fiscal 2007 year-end dividends per share of 6 yen include commemorative dividends of 3 yen.

3. Consolidated performance forecast for Fiscal 2009 (April 1, 2009 – March 31, 2010)

(% indicates the rate of change over the corresponding previous period, such as the previous fiscal year or the previous first half fiscal year.)

| | Net sales | | Operating income | | Ordinary income | | Net income | | Net income per share |
|------------------------|-------------------|--------|-------------------|--------|-------------------|--------|-------------------|--------|----------------------|
| | (millions of yen) | [%] | (millions of yen) | [%] | (millions of yen) | [%] | (millions of yen) | [%] | (yen) |
| First Half Fiscal 2009 | 134,000 | (16.3) | 7,500 | (48.8) | 6,500 | (55.1) | 3,000 | (66.1) | 10.95 |
| Fiscal 2009 | 286,000 | (5.0) | 20,000 | (12.0) | 18,000 | (11.6) | 10,000 | -- | 36.49 |

*** Cautions pertaining to the appropriate use of performance forecasts and other particular items**

The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance etc. because of various factors that may arise from now on.

4. Other information

(1) Changes of significant subsidiaries in the scope of consolidation during this period

: No

(2) Changes of accounting principles, procedures and presentation methods, etc. related to the preparation of the consolidated financial statements

i. Changes by revision of accounting standard: Yes

ii. Changes other than the above: Yes

(3) Number of shares issued (in common stock)

| | | | | |
|---|-------|-------------|-------|-------------|
| i. Number of shares issued at end of period (including treasury stock): | FY08: | 275,671,876 | FY07: | 275,671,876 |
| ii. Number of treasury stock at end of period: | FY08: | 1,650,227 | FY07: | 1,314,323 |

(Reference) Summary of Non-Consolidated Operating Results

1. Non-Consolidated results for fiscal year ended March 31, 2009 (April 1, 2008 – March 31, 2009)

(1) Performance

Note: All amounts are rounded down to the nearest million yen.
% indicates year-on-year changes.

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|-------------|-------------------|-------|-------------------|--------|-------------------|--------|-------------------|------|
| | (millions of yen) | [%] | (millions of yen) | [%] | (millions of yen) | [%] | (millions of yen) | [%] |
| Fiscal 2008 | 202,642 | (1.7) | 22,327 | (21.8) | 19,914 | (24.8) | (5,792) | - |
| Fiscal 2007 | 206,161 | 7.0 | 28,539 | 4.3 | 26,482 | 2.5 | 17,994 | 15.9 |

| | Net income per share | Diluted net income per share |
|-------------|----------------------|------------------------------|
| | (yen) | (yen) |
| Fiscal 2008 | (21.13) | — |
| Fiscal 2007 | 65.59 | — |

(2) Financial position

| | Total assets | Net assets | Shareholders' equity ratio | Net assets per share |
|--------------|-------------------|-------------------|----------------------------|----------------------|
| | (millions of yen) | (millions of yen) | [%] | (yen) |
| Mar 31, 2009 | 348,693 | 168,574 | 48.3 | 615.19 |
| Mar 31, 2008 | 321,259 | 181,769 | 56.6 | 662.53 |

(Reference) Shareholders' equity: FY08: 168,574 million yen FY07: 181,769 million yen

2. Non-Consolidated performance forecast for Fiscal 2009 (April 1, 2009 – March 31, 2010)

(% indicates the rate of change over the corresponding previous period, such as the previous fiscal year or the previous first half fiscal year.)

| | Net sales | Operating income | Ordinary income | Net income | Net income per share |
|------------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|
| | (millions of yen) [%] | (millions of yen) [%] | (millions of yen) [%] | (millions of yen) [%] | (yen) |
| First Half Fiscal 2009 | 93,000 (15.3) | 8,500 (37.8) | 7,500 (45.0) | 4,000 (55.9) | 14.60 |
| Fiscal 2009 | 200,000 (1.3) | 20,000 (10.4) | 18,000 (9.6) | 10,000 -- | 36.49 |

* Cautions pertaining to the appropriate use of performance forecasts and other particular items

The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance etc. because of various factors that may arise from now on.