

Summary of Fiscal 2011

(The Fiscal Year ended March 31, 2012)

Tokyuama Corporation

1. Consolidation

Classification	Fiscal 2011	Fiscal 2010	Changes
The number of consolidated subsidiaries	48	50	-2
The number of subsidiaries and affiliates by the equity method	8	9	-1

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

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

	Fiscal 2011	Fiscal 2010	Changes
Net sales	282.3	289.7	-7.4
Operating income	13.7	20.1	-6.4
Ordinary income	11.5	17.3	-5.8
Net income	9.3	9.7	-0.4
Net income per share (Unit: yen)	26.87	28.06	-1.19
Capital expenditures	77.6	35.8	+41.7
Depreciation and amortization	28.4	31.4	-2.9
R&D expenses	11.7	11.4	+0.2
Financial income and expenses	-1.4	-1.2	-0.2

	As of March 31, 2012	As of March 31, 2011	Changes
Interest-bearing debt	148.6	126.2	+22.4
Number of employees	5,506	5,493	+13

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

(Unit: Billions of yen)

	FY2011		FY2010		Changes	
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income
Chemicals	85.2	1.9	79.1	2.4	+6.1	-0.5
Specialty Products	79.0	10.2	96.7	16.3	-17.7	-6.1
Cement	68.4	2.9	64.4	2.0	+3.9	+0.8
Advanced Components	43.5	1.7	43.2	2.0	+0.2	-0.2
Others	40.3	2.0	41.2	2.3	-0.9	-0.3
Total	316.6	18.8	324.9	25.2	-8.2	-6.4
Inter-segment eliminations and corporate-wide expenses	-34.3	-5.1	-35.1	-5.1	+0.8	+0.0
Consolidated results	282.3	13.7	289.7	20.1	-7.4	-6.4

- In the Chemicals segment, profit decreased compared with the previous year, due to a decline in vinyl chloride monomer export profitability arising from the strong yen and sluggish demand for vinyl chloride resin in Asia, which arose from the global economic slump; a fall in soda ash profit arising from the higher prices of raw materials and fuels; and other factors.
- In the Specialty Products segment, polycrystalline silicon profit especially declined due mainly to damage to our supply chain caused by the Great East Japan Earthquake, a drop in solar cell prices, the slumping semiconductor market and the strong yen.
- In the Cement segment, profit increased owing to an increase in domestic sales volume, selling price revisions made to cover the rising prices of raw materials and fuels, and the promotion of our rationalization efforts.
- In the Advanced Components segment, gas sensor profit at Figaro Engineering Inc. declined due mainly to the strong yen. Sun-Tox Co., Ltd. reported lower profit due chiefly to the higher prices of raw materials and fuels and an increase in distribution costs. Due mainly to such factors, the segment reported lower profit.

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

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

(Unit: Billions of yen)

	FY2012 Forecast		FY2011 Results		Changes	
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income
Chemicals	90.0	5.0	85.2	1.9	+4.7	+3.0
Specialty Products	67.5	4.5	72.4	9.4	-4.9	-4.9
Cement	67.0	2.5	68.4	2.9	-1.4	-0.4
Advanced Components	55.0	3.0	50.1	2.4	+4.8	+0.5
Others	39.5	2.0	40.3	2.0	-0.8	-0.0
Total	319.0	17.0	316.6	18.8	+2.3	-1.8
Inter-segment eliminations and corporate-wide expenses	-33.0	-5.0	-34.2	-5.1	+1.2	+0.1
Consolidated results	286.0	12.0	282.3	13.7	+3.6	-1.7

The Fince chemicals business and the NF business have been transferred from the Specialty Products segment to the Advanced Components segment since April 1, 2012 (FY2012). Therefore, in the table above, net sales and operating income for FY2011 (Results) have been recalculated, reflecting this organizational change.

(2) Assumptions of performance forecasts for Fiscal 2012

	Fiscal 2012	Oct 2011-Mar 2012	Apr-Sep 2011
Domestic Naphtha Price (¥/kl)	55,000	52,900	56,950
Exchange Rate (¥/\$)	80	78	80

Despite some positive factors such as expected sales price revisions in some products and lower depreciation expenses, we expect a decrease in profit due chiefly to a drop in polycrystalline silicon selling prices and the higher prices of raw materials and fuels.

- In the Chemicals segment, caustic soda price revisions are taken into account.
- In the Specialty Products segment, a drop in polycrystalline silicon selling prices and a decrease in depreciation expenses are taken into account.
- In the Cement segment, a decrease in sales volume is taken into account. We will continue to reduce costs.
- In the Advanced Components segment, we will strive to boost sales by tapping new markets and reduce costs, thereby producing profit growth.

Summary of Consolidated Financial Statements for Fiscal 2011 (JP GAAP)
(The Fiscal Year ended March 31, 2012)

May 11, 2012

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.
 +81-3-6205-4832

Stock exchange listings: Tokyo

Code number: 4043

Scheduled date for the Ordinary General Meeting of Shareholders : June 26, 2012

Scheduled date of year-end dividends payout : June 27, 2012

Scheduled date for the filing of the consolidated financial statements : June 27, 2012

Preparation of supplementary explanatory materials: Yes

Business results IR briefing to be held : Yes (for institutional investors)

1. Consolidated results for fiscal year ended March 31, 2012 (April 1, 2011 – March 31, 2012)

(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 2011	282,381	(2.6)	13,720	(31.9)	11,524	(33.5)	9,351	(4.2)
Fiscal 2010	289,786	6.1	20,144	22.2	17,341	12.9	9,765	30.9

(Note) Comprehensive income: FY11: 10,954 million yen [72.7%] FY10: 6,341 million yen [(28.2%)]

	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 2011	26.87	—	3.8	2.4	4.9
Fiscal 2010	28.06	—	4.1	3.7	7.0

(Reference) Equity in earnings of unconsolidated subsidiaries and affiliates: FY11: 287 million yen FY10: 630 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, 2012	501,181	255,460	49.7	716.39
Mar 31, 2011	474,708	247,656	50.8	693.18

(Reference) Shareholders' equity: FY11: 249,262 million yen FY10: 241,196 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 2011	27,060	(57,666)	20,791	58,476
Fiscal 2010	37,043	(88,508)	23,994	68,624

2. Dividends

(Period)	Annual dividends					Total dividends paid (Total)	Dividend payout ratio (Consolidated)	Dividend on net assets ratio (Consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Total			
	(yen)	(yen)	(yen)	(yen)	(yen)	(millions of yen)	[%]	[%]
Fiscal 2010	—	3.00	—	3.00	6.00	2,087	21.4	0.9
Fiscal 2011	—	3.00	—	3.00	6.00	2,087	22.3	0.9
Fiscal 2012 (Forecast)	—	3.00	—	3.00	6.00		41.8	

3. Consolidated performance forecast for Fiscal 2012 (April 1, 2012 – March 31, 2013)

(% indicates the rate of change over the corresponding previous periods respectively)

	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 2012	136,000	(4.2)	5,000	(39.0)	3,500	(37.5)	2,000	(26.2)	5.75
Fiscal 2012	286,000	1.3	12,000	(12.5)	8,500	(26.2)	5,000	(46.5)	14.37

* 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.

*Notes

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

: No

Addition to the scope of consolidation: -

Reduction from the scope of consolidation: -

(2) Changes of accounting policies, changes in accounting estimates, and retrospective restatements

i. Changes of accounting policies by revision of accounting standards: No

ii. Changes of accounting policies other than the above: No

iii. Changes in accounting estimates: No

iv. Retrospective restatements: No

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

i. Number of shares issued at end of period (including treasury stock):	FY11:	349,671,876	FY10:	349,671,876
ii. Number of treasury stock at end of period:	FY11:	1,729,017	FY10:	1,716,789
iii. Average number of shares over period:	FY11:	347,949,031	FY10:	347,971,850

(Reference) Summary of Non-Consolidated Operating Results

1. Non-Consolidated results for fiscal year ended March 31, 2012 (April 1, 2011 – March 31, 2012)

(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 2011	185,099	(6.4)	10,352	(35.1)	8,538	(37.4)	8,497	26.3
Fiscal 2010	197,766	5.2	15,955	7.8	13,635	7.0	6,726	22.1

	Net income per share	Diluted net income per share
	(yen)	(yen)
Fiscal 2011	24.42	—
Fiscal 2010	19.33	—

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	[%]	(yen)
Mar 31, 2012	433,355	229,214	52.9	658.77
Mar 31, 2011	412,611	221,996	53.8	638.00

(Reference) Shareholders' equity: FY11: 229,214 million yen FY10: 221,996 million yen

2. Non-Consolidated performance forecast for Fiscal 2012 (April 1, 2012 – March 31, 2013)

(% indicates the rate of change over the corresponding previous periods respectively)

	Net sales		Ordinary income		Net income		Net income per share
	(millions of yen)	[%]	(millions of yen)	[%]	(millions of yen)	[%]	(yen)
First Half Fiscal 2012	90,000	(6.2)	3,000	(17.7)	2,000	(6.4)	5.75
Fiscal 2012	188,000	1.6	5,000	(41.4)	3,000	(64.7)	8.62

(Note) Notice on the implementation of audit procedures

This Summary of Consolidated Financial Statements is not subject to audit procedures of the consolidated financial statements based on the Financial Instruments and Exchange Act. At the point of disclosure of this Summary of Consolidated Financial Statements, audit procedures of the consolidated financial statements based on the Financial Instruments and Exchange Act are underway.

* 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.