

Supplementary financial summary for the year ended March 31, 2001

1. Operating Performance

(millions of yen)

	April 2000 – March 2001			April 1999 – March 2000			Consolidated		Non-consolidated	
	Consolidated [a]	Non-consolidated [b]	a/b	Consolidated [a]	Non-consolidated [b]	a/b	Increase (decrease)	Percent change	Increase (decrease)	Percent change
Net Sales	1,269,414	990,430	1.28	1,194,462	955,624	1.25	74,952	+6.3%	34,806	+3.6%
Operating profit	96,023	57,927	1.66	74,322	46,374	1.60	21,701	+29.2%	11,553	+24.9%
Ordinary profit	86,746	56,345	1.54	85,853	62,556	1.37	893	+1.0%	(6,211)	-9.9%
Net income	25,176	11,710	2.15	20,524	11,185	1.83	4,652	+22.7%	525	+4.7%
Total assets	1,240,007	1,045,221	1.19	1,180,372	981,114	1.20				
Shareholders' equity	516,013	450,816	1.14	476,159	415,768	1.15				
Net income per share (yen)	17.45	8.12	2.15	14.23	7.75	1.83				
Shareholders' equity per share (yen)	357.70	312.50	1.14	330.07	288.20	1.15				
ROA	2.1%	1.2%	–	1.7%	1.1%	–				
ROE	5.1%	2.7%	–	4.4%	2.7%	–				

2. Financial Highlights

(billions of yen)

	April 2000 – March 2001		April 1999 – March 2000		Forecast (April 2001 – March 2002)	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Capital expenditures*	63.5	45.3	58.2	43.1	82.0	55.0
Depreciation*	57.3	42.4	59.2	45.3	60.0	44.0
Interest bearing debt at end of term	278.3	226.8	293.1	236.6	303.7	263.8
Net financing income (expenses)	(2.8)	0.4	(4.0)	(1.2)	(3.6)	0.8
R&D expenditures	49.7	41.2	50.0	42.4	50.0	41.5
Number of employees	26,695	12,218	26,781	12,808		

* Tangible fixed assets.

3. Key operating factors

	April 2000 – March 2001	April 1999 – March 2000	Forecast (April 2001 – March 2002)
Naphtha price (yen/kL, domestic)	23,450	17,950	23,500
Yen/US\$ exchange rate (market average)	111	112	120

4. Forecast for the fiscal year April 2001 – March 2002

(billions of yen)

	Consolidated [a]	Non-consolidated [b]	a/b
Net sales	1,300.0	1010.0	1.29
Operating profit	88.0	54.0	1.63
Ordinary profit	79.0	50.0	1.58
Net income	26.0	15.0	1.73

5. Net sales by sector

(billions of yen)

	April 2000 – March 2001		April 1999 – March 2000		Forecast (April 2001 – March 2002)	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Chemicals and plastics	430.9	375.0	379.7	331.0	440.0	380.0
Housing and construction materials	433.4	390.0	413.0	378.5	445.0	400.0
Fibers and textiles	134.8	100.9	139.2	110.3	135.0	100.0
Special products and services	270.2	124.6	262.7	135.8	280.0	130.0
Total	1,269.4	990.4	1,194.5	955.6	1,300.0	1,010.0

6. Operating profit by sector

(billions of yen)

	April 2000 – March 2001		April 1999 – March 2000		Forecast (April 2001 – March 2002)	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Chemicals and plastics	28.4	24.9	19.7	18.2	28.0	23.0
Housing and construction materials	25.2	20.3	22.4	17.2	23.0	18.0
Fibers and textiles	2.1	0.0	2.2	0.0	2.0	0.0
Special products and services	40.3	12.7	30.0	11.1	35.0	13.0
Total	96.0	57.9	74.3	46.4	88.0	54.0

7. Breakdown of increase (decrease) in net sales and operating profit

7.1. Breakdown of increase (decrease) in net sales

(billions of yen)

	Consolidated increase (decrease) due to:			Consolidated increase (decrease) [a]	Non-consolidated increase (decrease) [b]	a-b
	Sales price	Sales volume	Divestment			
Chemicals and plastics	19.0	24.0	1.0	51.3	44.0	7.3
Housing and construction materials	(1.0)	13.0	(0.5)	20.5	11.4	9.1
Fibers and textiles	(0.5)	(5.0)	(4.0)	(4.4)	(9.4)	5.0
Special products and services	(4.5)	7.0	(14.0)	7.6	(11.3)	18.9
Total	13.0	39.0	(17.2)	75.0	34.8	40.2

7.2. Breakdown of increase (decrease) in operating profit

(billions of yen)

		Consolidated increase (decrease) [a]	Non-consolidated increase (decrease) [b]	a-b
Due to change in:	Sales price	15.0*	13.0	2.0**
	Sales volume	27.0†	19.0	8.0‡
	Proportional expenses	(16.5)§	(16.5)	–
	Fixed expenses	(2.0)	(2.0)	–
	Sales composition	(2.0)	(2.0)	–
	Total	21.7	11.5	10.2

* Effect of exchange rate negligible.

** Mainly chemicals and plastics.

† Increase in chemicals and plastics: 6.5, increase in special products and services: 7.5.

‡ Mainly in special products and services.

§ Decrease due to higher feedstock and fuel prices: 21.0, increase due to cost cutting: 5.5.

|| Increase due to lower labor costs: 7.5, decrease due to higher outsourcing, maintenance, and other costs: 9.5.

8. Interest bearing debt and net financing income (expenses)

8.1. Interest-bearing debt at end of term (billions of yen)

	March 2001		March 2000	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Short-term borrowings and commercial paper	41.6	3.9	41.5	3.3
Long-term loans	28.7	18.5	30.3	17.0
Bonds	207.2	204.0	220.0	216.0
Notes discounted	0.9	0.5	1.4	0.3
Total	278.3	226.8	293.1	236.6

8.2. Net financing income (expenses) (billions of yen)

	April 2000 – March 2001		April 1999 – March 2000	
	Consolidated	Non-consolidated	Consolidated	Non-consolidated
Interest expenses	(6.8)	(4.7)	(8.6)	(6.5)
Interest income	1.8	0.6	1.7	0.6
Dividend income	5.0	4.6	4.8	4.7
Eliminations	(2.8)	–	(2.0)	–
Total	(2.8)	0.4	(4.0)	(1.2)

9. Consolidated statements of cash flows

(billions of yen)

	April 2000 – March 2001	April 1999 – March 2000
a. Cash flows from operating activities	69.5	68.1
b. Cash flows from investing activities	(62.0)	34.2
c. Free cash flows (a+b)	7.5	102.3
d. Cash flows from financing activities	(26.1)	(74.4)
e. Effect of exchange rate changes on cash and cash equivalents	0.3	(0.6)
f. Net increase (decrease) in cash and cash equivalents (c+d+e)	(18.3)	27.3
Cash and cash equivalents at beginning of year	104.9	75.6
Cash and cash equivalents held by newly consolidated subsidiaries	0.1	1.9
Cash and cash equivalents at end of year	86.7	104.9