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For Immediate Release

**Toyobo Co., Ltd.**

Representative: Ryuzo Sakamoto, President & Representative  
Director

Stock Code: 3101 Listed on the First Section of both the TSE and OSE

Contact Person: Seiji Narahara, General Manager of Finance,  
Accounting and Control Department

TEL: +81-6-6348-3091

**Notice of Revision to Earnings Forecast**

Toyobo Co., Ltd. ("Toyobo"), in view of recent earning trends, has revised downward its forecasts.

**1. Revision of Forecasts**

(1) Consolidated Forecasts

Year ending March 31, 2009

	Millions of Yen				Yen
	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A) (Announced on November 5, 2008)	410,000	20,000	15,000	(5,000)	(7.16)
<b>Revised Forecast (B)</b>	<b>375,000</b>	<b>15,000</b>	<b>8,000</b>	<b>(8,500)</b>	<b>(12.18)</b>
Change (B-A)	(35,000)	(5,000)	(7,000)	(3,500)	
Percent Change (%)	(8.5)	(25.0)	(46.7)	---	
<Reference> Year ended March 31, 2008	431,417	27,075	21,049	4,698	6.73

(2) Non-Consolidated Forecasts

Year ending March 31, 2009

	Millions of Yen				Yen
	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A) (Announced on August 25, 2008)	220,000	13,000	9,000	1,000	1.43
<b>Revised Forecast (B)</b>	<b>210,000</b>	<b>9,000</b>	<b>6,000</b>	<b>(3,000)</b>	<b>(4.29)</b>
Change (B-A)	(10,000)	(4,000)	(3,000)	(4,000)	
Percent Change (%)	(4.5)	(30.8)	(33.3)	---	
<Reference> Year ended March 31, 2008	259,780	19,250	19,318	3,508	5.03

### (3) Reasons for Revision

The business environment has becoming increasingly harsh since November 2008, with global economic conditions leading to a rapid shrinking of demand, and appreciation of the yen to a level that exceeded expectations. The Toyobo Group has managed to maintain solid earnings performance in such businesses as packaging films and the high-performance fiber “DYNEEMA,” as well as in the medical and environmental fields, but sales have declined significantly in the automotive and LCD display materials fields. Toyobo has already begun to implement far-reaching cost cuts and other countermeasures, but expects full-year sales and earnings to fall below previous estimates, and has revised its forecasts accordingly.

Note: Forecasts have been prepared based on information available at the time of the release of this report.

Actual results may vary from forecasts for a variety of reasons.

## 2. Revision to Dividend Forecast

### (1) Revision

	Dividends per Share		
Record Date	2nd Quarter	Year-end	Total
	Yen	Yen	Yen
Previous Forecast (Announced on November 5, 2008)	---	5.00	5.00
<b>Revised Forecast</b>	---	3.50	3.50
Year ended March 31, 2008	---	5.00	5.00

### (2) Reasons for the Revision

Toyobo considers providing returns to shareholders to be one of its highest priorities. Our basic policy is to continually provide a stable dividend, determined in a comprehensive consideration of profit levels, financial position (retained earnings), and investments necessary for expansion.

As noted in the preceding section, Toyobo is forecasting a net loss for the subject fiscal year. This is due primarily to losses incurred from restructuring of the Textiles business, the final stage of which is being implemented during the subject fiscal year, and so is a temporary occurrence. Nevertheless, operating income and ordinary income have been severely affected by the impact the deterioration in the global economy has had in the automotive and LCD materials fields since November 2008, and we expect these earnings figures to decline substantially.

Toyobo has taken the decline in performance seriously, and has already retracted a portion of the compensation paid to Board members. We plan to widen the scope and amount of these reductions from April 2009, cutting compensation to Board members and executive officers by 20% to 30%.

Further, to realize as quickly as possible an earnings structure able to withstand such

contraction of the business scale, Toyobo has already begun implementing a far-reaching, company-wide cost-cutting program aimed at trimming ¥10 billion in expenses through streamlining of fixed manufacturing costs, lowering of variable costs, cuts in administrative overhead and revision of capital expenditures. The R&D program is also being revised to prioritize research themes better able to withstand fluctuations in the market, and the early production of results. Nevertheless, we expect business conditions will continue to be difficult, and are not anticipating a rapid recovery.

In consideration of these circumstances, Toyobo is lowering its year-end dividend forecast by ¥1.50 per share from the previous forecast, to ¥3.50 per share.

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