

(Revision with Revision of Numerical Data)**Notice of Revision to “Consolidated Financial Report for the Second Quarter Ended September 30, 2008”****Toyobo Co., Ltd.**

Listed on the First Section of both the TSE and OSE

Stock Code: 3101

URL <http://www.toyobo.co.jp/annai/zaimu/>

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Toyobo has revised the “Consolidated Financial Report for the Second Quarter Ended September 30, 2008” announced November 5, 2008 for the following reasons.

I. Reason for the Revision

Following the November 5, 2008 announcement “Consolidated Financial Report for the Second Quarter Ended September 30, 2008” Toyobo was notified of financial statements revisions by one of our affiliated companies under the equity method. Following confirmations, we have reflected those revisions by revising Toyobo’s consolidated financial statements.

As revisions were also made to the summary information disclosed as XBRL format numerical data, we are also transmitting the revised numerical data.

II. Revision Contents (Revised passages are underlined)

(Figures are rounded to the nearest million yen.)

1. Consolidated Business Performance**(1) Consolidated Operating Results**

[Prior to revision] Page 1

Six months ended September 30

Percentages indicate year-on-year increase/ (decrease).

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2008	202,471	---	9,690	---	<u>7,047</u>	---	<u>(5,320)</u>	---
2007	213,433	(0.0)	13,932	(8.6)	11,476	(10.6)	5,546	(12.6)

	Net income per share	Net income per share after dilution
	Yen	Yen
2008	<u>(7.62)</u>	---
2007	7.95	7.48

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Six months ended September 30

Percentages indicate year-on-year increase/ (decrease).

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2008	202,471	---	9,690	---	<u>6,762</u>	---	<u>(5,605)</u>	---
2007	213,433	(0.0)	13,932	(8.6)	11,476	(10.6)	5,546	(12.6)

	Net income per share	Net income per share after dilution
	Yen	Yen
2008	<u>(8.03)</u>	---
2007	7.95	7.48

(2) Consolidated Financial Position

[Prior to revision] Page 1

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
September 30, 2008	<u>484,713</u>	<u>128,833</u>	<u>23.3</u>	<u>161.51</u>
March 31, 2008	494,496	146,500	26.2	185.79

(Reference) Total shareholders' equity: September 30, 2008: ¥ 112,714 million, March 31, 2008: ¥129,671 million

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	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
September 30, 2008	<u>484,427</u>	<u>128,548</u>	<u>23.2</u>	<u>161.10</u>
March 31, 2008	494,496	146,500	26.2	185.79

(Reference) Total shareholders' equity: September 30, 2008: ¥ 112,429 million, March 31, 2008: ¥129,671 million

QUALITATIVE INFORMATION AND FINANCIAL STATEMENTS

1. Qualitative Information on Consolidated Results

[Prior to revision]Paragraph 3, page3

As a result, net sales for the subject first half decreased ¥11.0 billion (5.1%) from the same period of the previous fiscal year to ¥202.5 billion. Earnings also declined, with operating income down ¥4.2 billion (30.5%) to ¥9.7 billion, and ordinary income down ¥4.4 billion (38.6%) to ¥7.0 billion, with Toyobo posting a net loss for the first half of ¥5.3 billion.

[After revision]Paragraph 3, page3

As a result, net sales for the subject first half decreased ¥11.0 billion (5.1%) from the same period of the previous fiscal year to ¥202.5 billion. Earnings also declined, with operating income down ¥4.2 billion (30.5%) to ¥9.7 billion, and ordinary income down ¥4.7 billion (41.1%) to ¥6.8 billion, with Toyobo posting a net loss for the first half of ¥5.6 billion.

2. Qualitative Information on the Consolidated Financial Position

[Prior to revision] Page5

Assets, Liabilities and Net Assets

Total assets at the end of the subject second quarter (September 30, 2008) decreased ¥9.8 billion (2.0%) from March 31, 2008 (the end of the previous fiscal year) to ¥484.7 billion. This was due mainly to a decline in inventories, along with integration of accounting procedures for overseas subsidiaries, which resulted in the reversal of revaluation reserves for land recorded by certain overseas subsidiaries, and a decline in the value of such land.

Total liabilities increased ¥7.9 billion (2.3%) to ¥355.9 billion. This was due mainly to a rise in interest-bearing debt.

Total net assets decreased ¥17.7 billion (12.1%) to ¥128.8 billion. This was due mainly to a decline in retained earnings, along with reversal of revaluation reserves for land recorded by certain overseas subsidiaries.

Cash Flows

Net cash used in operating activities amounted to ¥4.0 billion at the end of the subject second quarter. This was due mainly to a ¥12.1 billion loss before income taxes; ¥9.5 billion in depreciation and amortization; and ¥4.5 billion in income taxes paid.

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Assets, Liabilities and Net Assets

Total assets at the end of the subject second quarter (September 30, 2008) decreased ¥10.1 billion (2.0%) from March 31, 2008 (the end of the previous fiscal year) to ¥484.4 billion. This was due mainly to a decline in inventories, along with integration of accounting procedures for

overseas subsidiaries, which resulted in the reversal of revaluation reserves for land recorded by certain overseas subsidiaries, and a decline in the value of such land.

Total liabilities increased ¥7.9 billion (2.3%) to ¥355.9 billion. This was due mainly to a rise in interest-bearing debt.

Total net assets decreased ¥18.0 billion (12.3%) to ¥128.5 billion. This was due mainly to a decline in retained earnings, along with reversal of revaluation reserves for land recorded by certain overseas subsidiaries.

Cash Flows

Net cash used in operating activities amounted to ¥4.0 billion at the end of the subject second quarter. This was due mainly to a ¥12.4 billion loss before income taxes; ¥9.5 billion in depreciation and amortization; and ¥4.5 billion in income taxes paid.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

[Prior to revision] Page8

(Millions of yen)

	Current Second Quarter (As of September 30, 2008)	Prior Fiscal Year (As of March 31, 2008) (Condensed)
Assets		
Current assets		
Cash and deposits	7,731	10,025
Notes and accounts receivable—trade	90,344	84,296
Merchandise and finished goods	49,481	55,146
Work in process	16,187	17,333
Raw materials and supplies	15,283	13,736
Other	18,964	19,983
Allowance for doubtful accounts	(757)	(875)
Current assets	197,233	199,644
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	48,719	49,203
Machinery, equipment and vehicles, net	53,415	55,793
Land	111,135	119,766
Other, net	15,653	11,537
Property, plant and equipment	228,921	236,299
Intangible assets	2,495	2,656
Investments and other assets		
Other	70,411	66,988
Allowance for doubtful accounts	(14,348)	(11,091)
Investments and other assets	56,063	55,897
Noncurrent assets	287,480	294,852
Assets	484,713	494,496

(Millions of yen)

	Current Second Quarter (As of September 30, 2008)	Prior Fiscal Year (As of March 31, 2008) (Condensed)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	61,946	66,142
Short-term loans payable	67,122	64,675
Current portion of long-term loans payable	29,867	26,352
Provision	4,621	4,729
Other	38,803	50,462
Current liabilities	202,359	212,360
Noncurrent liabilities		
Bonds payable	15,000	–
Bonds with subscription rights to shares	20,000	20,000
Long-term loans payable	60,191	57,815
Provision for retirement benefits	12,919	13,710
Provision for directors' retirement benefits	1,269	1,394
Other	44,141	42,717
Noncurrent liabilities	153,520	135,636
Liabilities	355,879	347,996
Net assets		
Shareholders' equity		
Capital stock	43,341	43,341
Capital surplus	16,032	16,033
Retained earnings	21,011	29,754
Treasury stock	(273)	(267)
Shareholders' equity	80,111	88,860
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	2,360	2,110
Deferred gains or losses on hedges	(111)	(230)
Revaluation reserve for land	39,503	39,524
Revaluation excess-foreign	–	6,620
Foreign currency translation adjustment	(9,149)	(7,213)
Valuation and translation adjustments	32,604	40,811
Minority interests	16,119	16,828
Net assets	128,833	146,500
Liabilities and net assets	484,713	494,496

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

[After revision]Page8

	Current Second Quarter (As of September 30, 2008)	Prior Fiscal Year (As of March 31, 2008) (Condensed)
Assets		
Current assets		
Cash and deposits	7,731	10,025
Notes and accounts receivable—trade	90,344	84,296
Merchandise and finished goods	49,481	55,146
Work in process	16,187	17,333
Raw materials and supplies	15,283	13,736
Other	18,964	19,983
Allowance for doubtful accounts	(757)	(875)
Current assets	197,233	199,644
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	48,719	49,203
Machinery, equipment and vehicles, net	53,415	55,793
Land	111,135	119,766
Other, net	15,653	11,537
Property, plant and equipment	228,921	236,299
Intangible assets	2,495	2,656
Investments and other assets		
Other	70,126	66,988
Allowance for doubtful accounts	(14,348)	(11,091)
Investments and other assets	55,778	55,897
Noncurrent assets	287,194	294,852
Assets	484,427	494,496

(Millions of yen)

	Current Second Quarter (As of September 30, 2008)	Prior Fiscal Year (As of March 31, 2008) (Condensed)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	61,946	66,142
Short-term loans payable	67,122	64,675
Current portion of long-term loans payable	29,867	26,352
Provision	4,621	4,729
Other	38,803	50,462
Current liabilities	202,359	212,360
Noncurrent liabilities		
Bonds payable	15,000	–
Bonds with subscription rights to shares	20,000	20,000
Long-term loans payable	60,191	57,815
Provision for retirement benefits	12,919	13,710
Provision for directors' retirement benefits	1,269	1,394
Other	44,141	42,717
Noncurrent liabilities	153,520	135,636
Liabilities	355,879	347,996
Net assets		
Shareholders' equity		
Capital stock	43,341	43,341
Capital surplus	16,032	16,033
Retained earnings	20,726	29,754
Treasury stock	(273)	(267)
Shareholders' equity	79,825	88,860
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	2,360	2,110
Deferred gains or losses on hedges	(111)	(230)
Revaluation reserve for land	39,503	39,524
Revaluation excess-foreign	–	6,620
Foreign currency translation adjustment	(9,149)	(7,213)
Valuation and translation adjustments	32,604	40,811
Minority interests	16,119	16,828
Net assets	128,548	146,500
Liabilities and net assets	484,427	494,496

(2) Consolidated Statement of Income

Six months period ended September 30, 2008

[Prior to revision] Page10

(Millions of yen)

Six Months Ended September 30, 2008	
(From April 1, 2008 To September 30, 2008)	
Net sales	202,471
Cost of sales	161,752
Gross profit	40,719
Selling, general and administrative expenses	31,029
Operating income	9,690
Non-operating income	
Other	3,480
Non-operating income	3,480
Non-operating expenses	
Interest expenses	1,512
Other	4,610
Non-operating expenses	6,123
Ordinary income	7,047
Extraordinary income	
Gain on sales of noncurrent assets	74
Extraordinary income	74
Extraordinary loss	
Loss on valuation of inventories	4,057
loss on restructuring of business	10,685
Other	4,505
Extraordinary loss	19,247
Income before income taxes	(12,126)
Income taxes	(6,144)
Minority interests in income	(663)
Net income	(5,320)

(2) Consolidated Statement of Income

Six months period ended September 30, 2008

[After revision]

(Millions of yen)

Six Months Ended September 30, 2008	
(From April 1, 2008 To September 30, 2008)	
Net sales	202,471
Cost of sales	161,752
Gross profit	40,719
Selling, general and administrative expenses	31,029
Operating income	9,690
Non-operating income	
Other	3,195
Non-operating income	3,195
Non-operating expenses	
Interest expenses	1,512
Other	4,610
Non-operating expenses	6,123
Ordinary income	6,762
Extraordinary income	
Gain on sales of noncurrent assets	74
Extraordinary income	74
Extraordinary loss	
Loss on valuation of inventories	4,057
loss on restructuring of business	10,685
Other	4,505
Extraordinary loss	19,247
Income before income taxes	(12,412)
Income taxes	(6,144)
Minority interests in income	(663)
Net income	(5,605)

(3) Consolidated Statement of Cash Flows

(Millions of yen)

[Prior to revision] Page11

Six Months Ended September 30, 2008

(From April 1, 2008

To September 30, 2008)

Net cash provided by (used in) operating activities	
Income before income taxes	(12,126)
Depreciation and amortization	9,492
Interest expenses	1,512
Decrease (increase) in notes and accounts receivable-trade	(2,821)
Decrease (increase) in inventories	4,807
Increase (decrease) in notes and accounts payable-trade	(3,958)
Other, net	3,586
Subtotal	493
Income taxes paid	(4,538)
Net cash provided by (used in) operating activities	(4,045)
Net cash provided by (used in) investment activities	
Purchase of property, plant and equipment	(12,693)
Other, net	1,573
Net cash provided by (used in) investment activities	(11,120)
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	2,676
Increase (decrease) in commercial papers	4,986
Proceeds from long-term loans payable	14,450
Repayment of long-term loans payable	(8,558)
Proceeds from issuance of bonds	14,906
Redemption of bonds	(10,000)
Cash dividends paid	(3,481)
Interest expenses paid	(1,423)
Other, net	(596)
Net cash provided by (used in) financing activities	12,961
Effect of exchange rate change on cash and cash equivalents	(3)
Net increase (decrease) in cash and cash equivalents	(2,207)
Cash and cash equivalents at beginning of the period	9,749
Cash and cash equivalents	7,542

(3) Consolidated Statement of Cash Flows

(Millions of yen)

[After revision]

Six Months Ended September 30, 2008

(From April 1, 2008

To September 30, 2008)

Net cash provided by (used in) operating activities	
Income before income taxes	(12,412)
Depreciation and amortization	9,492
Interest expenses	1,512
Decrease (increase) in notes and accounts receivable-trade	(2,821)
Decrease (increase) in inventories	4,807
Increase (decrease) in notes and accounts payable-trade	(3,958)
Other, net	3,871
Subtotal	493
Income taxes paid	(4,538)
Net cash provided by (used in) operating activities	(4,045)
Net cash provided by (used in) investment activities	
Purchase of property, plant and equipment	(12,693)
Other, net	1,573
Net cash provided by (used in) investment activities	(11,120)
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	2,676
Increase (decrease) in commercial papers	4,986
Proceeds from long-term loans payable	14,450
Repayment of long-term loans payable	(8,558)
Proceeds from issuance of bonds	14,906
Redemption of bonds	(10,000)
Cash dividends paid	(3,481)
Interest expenses paid	(1,423)
Other, net	(596)
Net cash provided by (used in) financing activities	12,961
Effect of exchange rate change on cash and cash equivalents	(3)
Net increase (decrease) in cash and cash equivalents	(2,207)
Cash and cash equivalents at beginning of the period	9,749
Cash and cash equivalents	7,542