



September 12, 2011

Toyobo Co., Ltd.

Announcement of the Repurchase and Cancellation of a Portion of the Company's Perpetual Subordinated Bonds and the Repurchase and Cancellation of a Portion of Perpetual Preferred Securities Issued by an Overseas Special-Purpose Subsidiary

Toyobo Co., Ltd. ("Toyobo" or "the Company") and TC Preferred Capital Limited (TCPC), an overseas special-purpose subsidiary of Toyobo, announce that they have made the decision to **repurchase and cancel** a portion of the perpetual subordinated bonds issued by Toyobo and a portion of the perpetual preferred securities (hereinafter, hybrid securities) issued by TCPC.

The Company has made this decision based on the judgment that the repurchase and cancellation of these hybrid securities will enhance the suitability and flexibility of its financial and capital policies. The details are as follows.

1	Securities for repurchase and cancellation	Perpetual subordinated bonds issued by Toyobo and perpetual preferred securities issued by TCPC
2	Purchaser	The perpetual subordinated bonds issued by Toyobo will be purchased by Toyobo and the perpetual preferred securities issued by TCPC will be purchased by TCPC.
3	Date of repurchase and cancellation	September 15, 2011
4	Amount of repurchase and cancellation	(i) Toyobo ● Floating rate perpetual subordinated bonds: ¥6,400 million ● Fixed to floating rate perpetual subordinated bonds: ¥600 million (ii) TCPC ● Floating rate perpetual preferred securities: ¥6,400 million ● Fixed to floating rate perpetual preferred securities: ¥600 million
5	Total amount of	(i) Toyobo

Note: This announcement is issued solely to give public notice of the purchases of the perpetual subordinated bonds issued by Toyobo and the perpetual preferred securities issued by its subsidiary. This announcement is not intended in any way to be a bid to conduct transactions or similar activities in securities in Japan or any other country or region.

	securities outstanding at par value after the repurchase and cancellation	<ul style="list-style-type: none"> ● Floating rate perpetual subordinated bonds: ¥13,600 million ● Fixed to floating rate perpetual subordinated bonds: ¥1,400 million (ii) TCPC <ul style="list-style-type: none"> ● Floating rate perpetual preferred securities: ¥13,600 million ● Fixed to floating rate perpetual preferred securities: ¥1,400 million
6	Impact on Company financial results	The impact on the outlook for consolidated financial results for the fiscal year ending March 31, 2012, of these matters is not material.

Supplementary Information

Outline of the perpetual subordinated bonds issued by Toyobo and the perpetual preferred securities issued by TCPC

(1) Toyobo Perpetual Subordinated Bonds

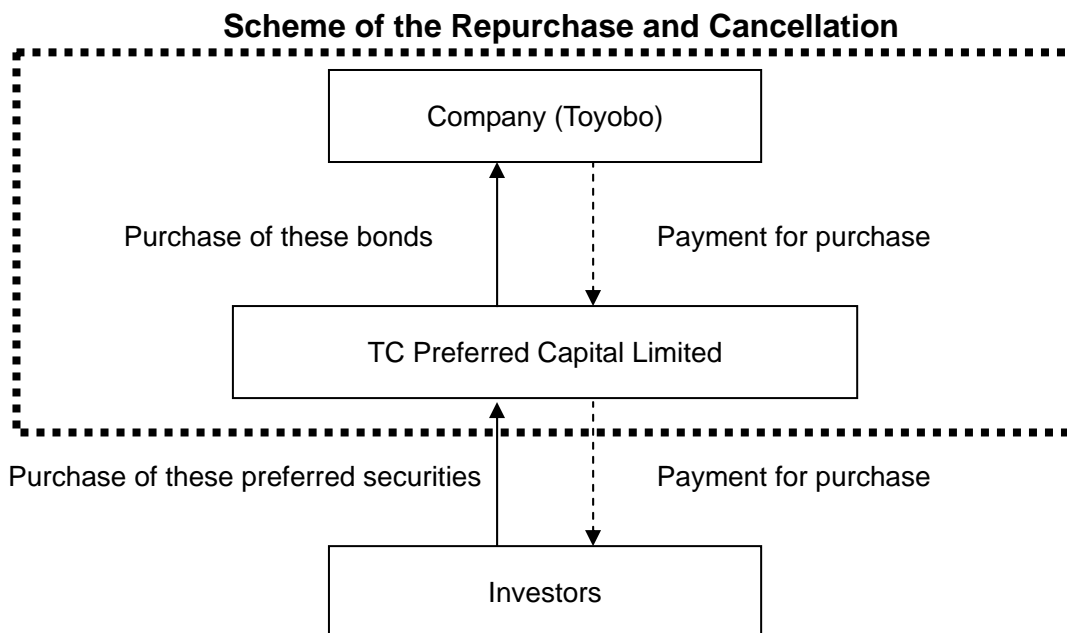
Date of issue	February 24, 2009
Amount of issue	¥22,000 million (Floating rate: ¥20.0 billion, Fixed to floating rate: ¥2.0 billion)
Date of maturity	None
Interest rate	(i) Floating rate <ul style="list-style-type: none"> ● Interest payments to be made up to July 20, 2014, or the closest date thereto, will be at the six-month yen LIBOR (for the first payment, at the five-month yen LIBOR), plus 3.5% per annum ● Interest payments to be made on or after July 20, 2014, or the closest date thereto, will be the six-month yen LIBOR, plus 4.5% per annum (ii) Fixed to floating rate <ul style="list-style-type: none"> ● Up to July 20, 2014, 4.42775% per annum ● On or after July 20, 2014, the six-month yen LIBOR, plus 4.5% per annum

(2) TCPC Perpetual Preferred Securities

Date of issue	February 24, 2009
Amount of issue	¥22,000 million (Floating rate: ¥20.0 billion, Fixed to floating rate:

Note: This announcement is issued solely to give public notice of the purchases of the perpetual subordinated bonds issued by Toyobo and the perpetual preferred securities issued by its subsidiary. This announcement is not intended in any way to be a bid to conduct transactions or similar activities in securities in Japan or any other country or region.

	¥2.0 billion)
Date of maturity	None
Dividend rate	<p>(i) Floating rate</p> <ul style="list-style-type: none"> ● Dividend payments to be made up to July 20, 2014, or the closest date thereto, will be at a rate corresponding to the six-month yen LIBOR (for the first payment, at the five-month yen LIBOR), plus 3.5% per annum ● Dividend payments to be made on or after July 20, 2014, or the closest date thereto, will be made at a rate corresponding to the six-month LIBOR, plus 4.5% per annum <p>(ii) Fixed to floating rate</p> <ul style="list-style-type: none"> ● Up to July 20, 2014, 4.42775% per annum ● On or after July 20, 2014, the six-month yen LIBOR, plus 4.5% per annum



For more information, contact:

The Toyobo Public Relations Group

pr_g@toyobo.jp

Note: This announcement is issued solely to give public notice of the purchases of the perpetual subordinated bonds issued by Toyobo and the perpetual preferred securities issued by its subsidiary. This announcement is not intended in any way to be a bid to conduct transactions or similar activities in securities in Japan or any other country or region.