



Consolidated Business Results for FY2009

April 27, 2009

Name of listed company: JSR Corporation

Stock Exchange: Tokyo and Osaka

Code # 4185

URL <http://www.jsr.co.jp>

Representative: Mitsunobu Koshiba, President

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Expected date of the shareholders' meeting: June 16, 2009

Expected date of the release of Asset Security Report: June 16, 2009

Expected date of dividend payment: June 17, 2009

(Figures are rounded down to the nearest million)

1. Consolidated Business Results for FY2009 (April 1, 2008 to March 31, 2009)

(1) Consolidated Operating Results

(% implies the rate of increase/decrease year-on-year)

| | Net sales | | Operating income | | Current income | | Current net income | |
|--------|-----------------|-------|------------------|-------|-----------------|-------|--------------------|-------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| FY2009 | 352,502 | △13.4 | 30,347 | △49.4 | 31,111 | △44.5 | 13,981 | △62.2 |
| FY2008 | 406,967 | 11.2 | 60,010 | 8.6 | 56,063 | 2.5 | 36,994 | 9.9 |

| | Net income per share | Net income per share after latent share adjustment | Current net income/capital equity | Current income/total assets | Current income/net sales |
|--------|----------------------|--|-----------------------------------|-----------------------------|--------------------------|
| | Yen | Yen | % | % | % |
| FY2009 | 56.36 | 56.31 | 5.7 | 8.2 | 8.6 |
| FY2008 | 147.26 | 147.19 | 15.2 | 13.6 | 14.7 |

Note: Equity in earnings of affiliated companies: 1,149 million yen for FY2009; 1,248 million yen for FY2008.

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity capital ratio | Net assets per share |
|--------|-----------------|-----------------|----------------------|----------------------|
| | Millions of Yen | Millions of Yen | % | Yen |
| FY2009 | 339,497 | 241,985 | 71.0 | 986.33 |
| FY2008 | 416,950 | 257,662 | 60.6 | 1,009.27 |

Note: Equity capital: 240,896 million yen for FY2009, 252,538 million yen for FY2008

(3) Consolidated Statement of Cash Flows

| | Cash flows from operating activities | Cash flows from investment activities | Cash flows from financing activities | Cash and cash equivalent at end of year |
|--------|--------------------------------------|---------------------------------------|--------------------------------------|---|
| | Millions of Yen | Millions of Yen | Millions of Yen | Millions of Yen |
| FY2009 | 33,920 | △36,464 | △19,152 | 37,125 |
| FY2008 | 53,890 | △32,239 | △13,400 | 61,724 |

2. Status of Distribution

| (Reference Date) | Dividend per share | | | Total dividend (Year) | Dividend ratio (Consolidated) | Net asset dividend rate (Consolidated) |
|-------------------|--------------------|----------|-----------|-----------------------|-------------------------------|--|
| | Interim term end | Term end | Full year | | | |
| | Yen | Yen | Yen | Millions of Yen | % | % |
| FY2009 | 16.00 | 16.00 | 32.00 | 7,863 | 56.8 | 3.2 |
| FY2008 | 16.00 | 16.00 | 32.00 | 8,020 | 21.7 | 3.3 |
| FY2010 (Expected) | 13.00 | 13.00 | 26.00 | | 63.5 | |

3. Forecast results for FY2008 (April 1, 2008 to March 31, 2009)

(Note: % for full year and interim term implies the rate of increase/decrease year-on-year and term-on-term, respectively)

| | Net sales | | Operating income | | Current income | | Current net income | | Current net income per share |
|------------------------------|-----------------|-------|------------------|------|-----------------|-------|--------------------|-------|------------------------------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Yen |
| 1 st half, FY2010 | 135,000 | △35.1 | 1,500 | △94. | 1,500 | △94.6 | △1,500 | — | △6.14 |
| Full FY2010 | 290,000 | △17.7 | 15,000 | △50. | 16,000 | △48.6 | 10,000 | △28.5 | 40.94 |

4. Others

(1) Changes to major subsidiaries during the current fiscal year (changes to subsidiaries during the current fiscal year, accompanied by the scope of consolidation): N/A

(2) Changes to accounting principles, procedures, and presentation when preparing consolidated financial statements (changes to Fundamental Information for Preparing Consolidated Interim Financial Statement)

i A. Changes accompanying the revision of accounting standards: Applied

ii Changes other than A: N/A

(Note) For the details, please refer to "Fundamental information for preparing consolidated financial statements" on page 25.

(3) Number of shares issued (common shares)

i The number of shares issued at the end of the fiscal year (including own shares)

FY2009 255,885,166 shares FY2008 255,885,166 shares

ii The number of own shares

FY2009 11,648,666 shares FY2008 5,666,693 shares

(Note) For the number of shares used as the basis for calculating the current net income per share (consolidated), please refer to "Information per share" on page-35.

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for FY2008 (April 1, 2008 to March 31, 2009)

(1) Non-consolidated operating results (Note: % refers to the rate of increase/decrease year-on-year)

| | Sales | | Operating income | | Current income | | Current net income | |
|--------|-----------------|--------|------------------|--------|-----------------|--------|--------------------|--------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| FY2009 | 230,952 | △ 16.9 | 20,448 | △ 55.4 | 22,777 | △ 49.2 | 9,858 | △ 66.7 |
| FY2008 | 278,057 | 11.3 | 45,892 | 7.0 | 44,856 | △ 1.6 | 29,601 | 1.3 |

| | Current net income per share | After latent share adjustment (Current net income per share) |
|--------|------------------------------|---|
| | Yen | Yen |
| FY2009 | 39.74 | 39.71 |
| FY2008 | 117.83 | 117.77 |

(2) Non-consolidated financial position

| | Total assets | Net assets | Capital equity ratio | Net assets per share |
|--------|-----------------|-----------------|----------------------|----------------------|
| | Millions of Yen | Millions of Yen | % | Yen |
| FY2009 | 290,249 | 209,650 | 72.1 | 857.12 |
| FY2008 | 353,700 | 220,329 | 62.2 | 879.77 |

(Reference) Equity capital 209,340 million yen for FY2009, 220,135 million yen for FY2008

Descriptions herein concerning the future information including estimated business results are based on information that we are currently available and assumptions that we determined reasonable. Thus, actual results can greatly vary due to various factors.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheet for Full FY2009

(Unit: Millions of Yen)

| | Full FY2008 (March 31, 2008) | Full FY2009 (March 31, 2009) | Increase/Decrease | |
|---|---------------------------------|---------------------------------|-------------------|---------------|
| | Amount | Amount | Amount | % |
| (Assets) | | | | |
| Current assets | | | | |
| 1 Cash and assets | 16,537 | 16,909 | 372 | 2.3 |
| 2 Notes and accounts receivable | 86,954 | 52,782 | (34,172) | (39.3) |
| 3 Marketable securities | 46,835 | 21,492 | (25,343) | (54.1) |
| 4 Inventories | 72,317 | 76,955 | 4,638 | 6.4 |
| 5 Other current assets | 36,005 | 22,323 | (13,681) | (38.0) |
| Total Current Assets | 258,649 | 190,463 | (68,186) | (26.4) |
| Non-current assets | | | | |
| 1 Tangible assets | | | | |
| (1) Buildings and structures | 31,406 | 29,289 | (2,116) | (6.7) |
| (2) Machinery and transportation equipment | 41,295 | 32,590 | (8,704) | (21.1) |
| (3) Real estate | 16,778 | 16,869 | 91 | 0.5 |
| (4) Construction in progress | 8,141 | 4,097 | (4,044) | (49.7) |
| (5) Others | 7,909 | 8,628 | 719 | 9.1 |
| Total tangible assets | 105,531 | 91,476 | (14,055) | (13.3) |
| 2 Intangible assets | 6,466 | 6,723 | 256 | 4.0 |
| 3 Investments and other non-current assets | | | | |
| (1) Investment securities | 35,656 | 23,558 | (12,097) | (33.9) |
| (2) Investments in unconsolidated subsidiaries and affiliated companies | — | 4,927 | 4,927 | — |
| (3) Deferred tax assets | — | 8,703 | 8,703 | — |
| (4) Others | 10,646 | 13,644 | 2,998 | 28.2 |
| Total Investments and other non-current assets | 46,302 | 50,834 | 4,531 | 9.8 |
| Total Non-current Assets | 158,300 | 149,034 | (9,266) | (5.9) |
| Total Assets | 416,950 | 339,497 | (77,453) | (18.6) |
| (Liabilities) | | | | |
| Current liabilities | | | | |
| 1 Notes and accounts payable | 83,445 | 39,635 | (43,809) | (52.5) |
| 2 Short-term loans payable | 16,808 | 14,339 | (2,468) | (14.7) |
| 3 Other current liabilities | 37,462 | 22,194 | (15,268) | (40.8) |
| Total Current Liabilities | 137,716 | 76,169 | (61,546) | (44.7) |
| Non-current liabilities | | | | |
| 1 Reserve for retirement benefits | 14,679 | 14,820 | 141 | 1.0 |
| 2 Reserve for environmental expenses | 3,294 | 3,204 | (89) | (2.7) |
| 3 Others | 3,598 | 3,316 | (282) | (7.8) |
| Total Non-current Liabilities | 21,572 | 21,342 | (229) | (1.1) |
| Total Liabilities | 159,288 | 97,511 | (61,776) | (38.8) |
| (Net assets) | | | | |
| Shareholders' equity | | | | |
| 1 Common stock | 23,320 | 23,320 | — | — |
| 2 Additional paid-in capital | 25,179 | 25,179 | — | — |
| 3 Earnings surplus | 212,503 | 218,515 | 6,011 | 2.8 |
| 4 Treasury stock | (13,623) | (22,216) | (8,593) | 63.1 |
| Total Shareholders' equity | 247,379 | 244,797 | (2,581) | (1.0) |
| Differences from securities revaluation | | | | |
| 1 Other differences from securities revaluation | 4,806 | 645 | (4,161) | (86.6) |
| 2 Foreign currency translation adjustments | 352 | (4,546) | (4,898) | — |
| Total differences from securities revaluation | 5,159 | (3,900) | (9,060) | — |
| Stock acquisition rights | 193 | 310 | 116 | 60.1 |
| Minor shareholders' interests | 4,929 | 778 | (4,151) | (84.2) |
| Total Net Assets | 257,662 | 241,985 | (15,676) | (6.1) |
| Total Liabilities and Net Assets | 416,950 | 339,497 | (77,453) | (18.6) |

(2) Condoliated Income Statement

(Unit: Millions of Yen)

| | FY2008 | FY2009 | Increase/decrease | |
|--|-----------------------------------|-----------------------------------|-------------------|---------------|
| | (April 1, 2007 to March 31, 2008) | (April 1, 2008 to March 31, 2009) | Amount | % |
| Net sales | 406,967 | 352,502 | (54,464) | (13.4) |
| Cost of sales | 284,430 | 263,018 | (21,412) | (7.5) |
| Gross profit on sales | 122,536 | 89,484 | (33,052) | (27.0) |
| General sales and administrative expenses | 62,526 | 59,136 | (3,389) | (5.4) |
| Operating income | 60,010 | 30,347 | (29,662) | (49.4) |
| Non-operating income | 4,233 | 4,981 | 747 | 17.7 |
| 1 Interest income | 656 | 700 | 44 | 6.8 |
| 2 Dividends income | 652 | 528 | (123) | (19.0) |
| 3 Equity in earnings of affiliates | 1,248 | 1,149 | (99) | (7.9) |
| 4 Others | 1,675 | 2,601 | 926 | 55.3 |
| Non-operating expenses | 8,180 | 4,217 | (3,963) | (48.4) |
| 1 Interest expenses | 255 | 270 | 15 | 5.9 |
| 2 Foreign exchanges losses | 2,036 | 993 | (1,042) | (51.2) |
| 3 Depreciation | — | 1,091 | 1,091 | — |
| 4 Others | 5,889 | 1,862 | (4,026) | (68.4) |
| Current income | 56,063 | 31,111 | (24,951) | (44.5) |
| Extraordinary income | 377 | 398 | 21 | 5.7 |
| 1 Gain on sales of noncurrent assets | — | 398 | 398 | — |
| 2 Gain on sales of investment securities | 377 | — | (377) | (100.0) |
| Extraordinary losses | 1,573 | 10,707 | 9,133 | 580.3 |
| 1 Impairment loss | — | 6,042 | 6,042 | — |
| 2 Loss on valuation of investment securities | — | 1,887 | 1,887 | — |
| 3 Loss on valuation of inventories | — | 1,685 | 1,685 | — |
| 4 Loss on abandonment of noncurrent assets | 1,573 | — | (1,573) | (100.0) |
| 5 Others | — | 1,091 | 1,091 | — |
| Net income before tax | 54,866 | 20,803 | (34,063) | (62.1) |
| Corporate tax, resident tax, and enterprise tax | 18,112 | 6,217 | (11,894) | (65.7) |
| Adjustment of income taxes and others | □776 | □76 | 699 | □90.2 |
| Minority interests | 536 | 681 | 144 | 27.0 |
| Net Income | 36,994 | 13,981 | (23,013) | (62.2) |

(4) Condoliated Statement of Cash Flows for FY2009

(Unit : Millions of Yen)

| | FY2008 (April 1, 2007 to March 31, 2008) | FY2009 (April 1, 2008 to March 31, 2009) |
|--|--|--|
| | Amount | Amount |
| Cash flows from operating activities | | |
| Net income before taxes | 54,866 | 20,803 |
| Depreciation | 21,179 | 24,833 |
| Interests and dividends income | (1,309) | (1,229) |
| Interest charges | 255 | 270 |
| Investment income according to the equity method | (1,248) | (1,149) |
| Gain on sales of noncurrent assets | — | (398) |
| Gain on sales of investment securities | (377) | — |
| Impairment loss | — | 6,042 |
| Loss on sales of Investment securities | — | 1,887 |
| Loss on abandonment of noncurrent assets | 1,573 | — |
| Decrease (increase) in note and accounts receivable | 5,379 | 30,234 |
| Decrease (increase) in inventories | (5,692) | (7,104) |
| Increase (decrease) in accounts payable | (2,352) | (38,012) |
| Others | (77) | 11,216 |
| Sub total | 72,197 | 47,392 |
| Interest and dividend income received | 2,530 | 2,592 |
| Interest charges paid | (254) | (275) |
| Income taxes paid | (20,583) | (15,787) |
| Cash flows from operating activities | 53,890 | 33,920 |
| Cash flows from investement activities | | |
| Expenses for acquisition of non-current assets | (27,122) | (22,736) |
| Income from sales of non-current assets | — | 407 |
| Expenses for acquisition of investment securities | (1,652) | (635) |
| Income from sale of investment securities | 600 | 7 |
| Income from redemption of investment securities | 500 | 2,000 |
| Expenses for investment in subsidiaries/affiliates | (490) | (6,384) |
| Expense for loans | (2,683) | (5,802) |
| Increase from loans | 1,576 | 2,880 |
| Others | (2,967) | (6,202) |
| Cash flows from investment activities | (32,239) | (36,464) |
| Cash flows from financing activities | | |
| Increase (decrease) in short-term loans payable | (221) | (1,162) |
| Expenses for reimbursement of long-term loans | (475) | (1,234) |
| Expenses for acquisition of treasury stocks | (5,328) | (8,611) |
| Dividends paid | (7,033) | (7,974) |
| Dividends paid for minority interests | (341) | (166) |
| Others | 0 | (3) |
| Cash flows from financing activities | (13,400) | (19,152) |
| Conversion difference of cash and cash equivalents | (820) | (2,903) |
| Increase/decrease in cash and cash equivalents | 7,429 | (24,599) |
| Operating balance of cash and cash equivalents | 53,655 | 61,724 |
| Increase in cash and cash equivalents due to change in consolidated scope | 639 | — |
| Closing balance of cash and cash equivalents | 61,724 | 37,125 |