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Reference of Settlement of Accounts Second Quarter for Fiscal 2010

November 10, 2010

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※ All amounts are rounded down to the nearest million yen.

1. Operating Results for Interim Period

1-1. Comparisons with corresponding period last year

<Consolidated>

(Unit: Billions of Yen)

	Sept. 2009	Sept. 2010	Difference	Mar. 2010	Mar. 2011 (Full Year Forecast)	Mar. 2011 (Second Half Forecast)
Net Sales	205.2	178.9	-26.2	414.2	480.0	301.1
Gross Profit	28.7	27.0	-1.7	60.3	68.0	41.0
Percentage of Gross Profit on Sales	14.0%	15.1%	1.1%	14.6%	14.2%	13.6%
Selling, General and Administrative Expenses	9.1	8.9	-0.1	18.4	18.5	9.6
Operating Income	19.6	18.1	-1.5	41.9	49.5	31.4
Ordinary Income	17.9	15.3	-2.6	40.8	49.0	33.7
Net Income	11.3	10.1	-1.1	27.1	33.0	22.9
Exchange Rate [US Dollar/Yen] [Euro/Yen]	¥ 90.21 ¥ 131.72	¥ 83.82 ¥ 114.24		¥ 93.04 ¥ 124.92	¥ 84.00 ¥ 110.00	¥ 84.00 ¥ 110.00

<Non-consolidated>

(Unit: Billions of Yen)

	Sept. 2009	Sept. 2010	Difference	Mar. 2010	Mar. 2011 (Full Year Forecast)	Mar. 2011 (Second Half Forecast)
Net Sales	158.1	140.0	-18.0	317.5	390.0	250.0
Gross Profit	20.1	17.5	-2.5	42.1	49.0	31.5
Percentage of Gross Profit on Sales	12.7%	12.6%	-0.1%	13.3%	12.6%	12.6%
Selling, General and Administrative Expenses	4.8	4.9	0.1	10.0	10.0	5.0
Operating Income	15.2	12.6	-2.6	32.1	39.0	26.4
Ordinary Income	17.3	12.2	-5.1	33.9	42.0	29.8
Net Income	12.1	9.6	-2.4	21.2	30.0	20.4
Exchange Rate [US Dollar/Yen] [Euro/Yen]	¥ 90.21 ¥ 131.72	¥ 83.82 ¥ 114.24		¥ 93.04 ¥ 124.92	¥ 84.00 ¥ 110.00	¥ 84.00 ¥ 110.00

1-2. Comparisons with previous forecasts

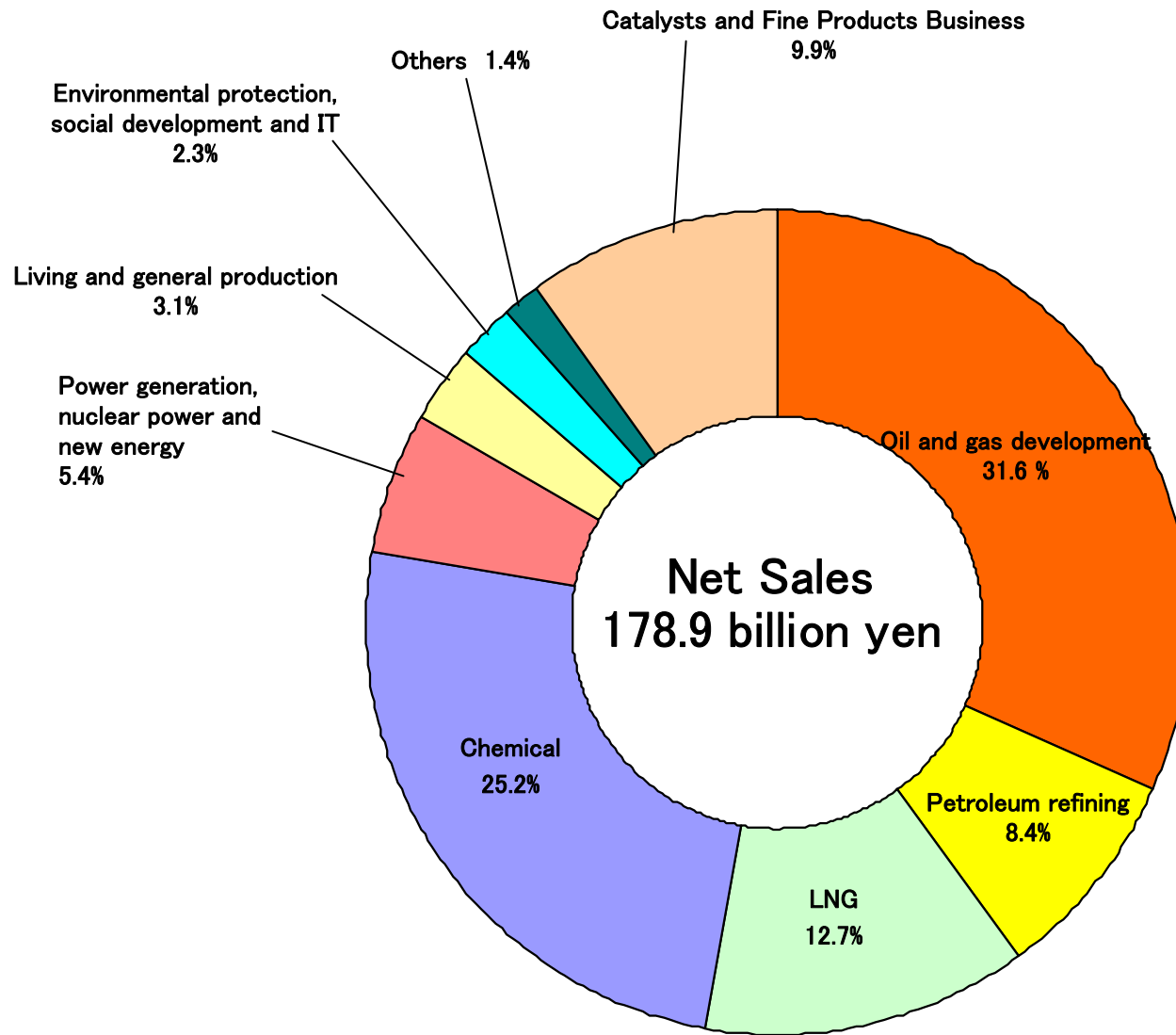
(Unit: Billions of Yen)

	Consolidated			Non-consolidated		
	Forecast (May 2010)	Actual result (Sept. 2010)	Difference	Forecast (May 2010)	Actual result (Sept. 2010)	Difference
Net Sales	210.0	178.9	-31.0	170.0	140.0	-29.9
Gross Profit	28.0	27.0	-0.9	20.0	17.5	-2.4
Percentage of Gross Profit on Sales	13.3%	15.1%	1.8%	11.8%	12.6%	0.8%
Selling, General and Administrative Expenses	9.0	8.9	-0.0	5.0	4.9	-0.1
Operating Income	19.0	18.1	-0.8	15.0	12.6	-2.3
Ordinary Income	18.0	15.3	-2.6	17.0	12.2	-4.7
Net Income	12.0	10.1	-1.8	12.5	9.6	-2.8
Exchange Rate [US Dollar/Yen] [Euro/Yen]	¥ 87.00 ¥ 122.00	¥ 83.82 ¥ 114.24		¥ 87.00 ¥ 122.00	¥ 83.82 ¥ 114.24	

1-3. Net sales by business sector

(Unit: Billions of Yen)

		Sept. 2009		Sept. 2010		Mar. 2009		Mar. 2010	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Total Engineering Business	Oil and gas development	17.5	8.5%	56.4	31.6%	51.3	11.4%	59.3	14.3%
	Petroleum refining	74.0	36.1%	15.0	8.4%	89.8	19.9%	110.5	26.7%
	LNG	21.3	10.4%	22.6	12.7%	36.2	8.1%	42.4	10.2%
	Chemical	51.2	25.0%	45.1	25.2%	145.7	32.3%	111.2	26.9%
	Power generation, nuclear power and new energy	9.3	4.5%	9.7	5.4%	25.2	5.6%	20.3	4.9%
	Living and general production	3.8	1.9%	5.4	3.1%	35.7	7.9%	8.1	2.0%
	Environmental protection, social development and IT	7.6	3.7%	4.1	2.3%	20.7	4.6%	16.4	4.0%
	Others	1.2	0.6%	2.5	1.4%	6.6	1.5%	7.8	1.9%
Subtotal		186.2	90.7%	161.3	90.1%	411.6	91.3%	376.4	90.9%
Catalysts & Fine Products Business		19.0	9.3%	17.6	9.9%	39.2	8.7%	37.8	9.1%
Total		205.2	100.0%	178.9	100.0%	450.9	100.0%	414.2	100.0%



Sept. 2010
Net sales by business sector

1-4. Main projects contributing net sales
(Total Engineering Business and Other Business)

Net Sales	¥ 161.3 billion
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Japan ¥ 34.0billion	¥ 1 billion or more	4 projects	<u>Petroleum refining (2 jobs)</u> <u>Chemical (1 job)</u> <u>Living and general production (1 job)</u>
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Overseas ¥ 127.2 billion	¥ 10 billion or more	4 projects	<u>Oil and gas development (3 jobs)</u> <ul style="list-style-type: none"> • IGD Habshan Proj. (U.A.E.) • Manifa Proj. (Saudi Arabia) • Gassi Touil Proj. (Algeria) <u>Chemical (1 job)</u> <ul style="list-style-type: none"> • NCP Proj. (Saudi Arabia)
	¥ 3 billion or more	5 projects	<u>Oil and gas development (1 job)</u> <ul style="list-style-type: none"> • Rhourde Nouss Proj. (Algeria) <u>LNG (2jobs)</u> <ul style="list-style-type: none"> • EPC-3 LNG Proj. (Papua New Guinea) • Gorgon LNG Proj. (Australia) <u>Power generation, nuclear power and new energy</u> <u>(2 jobs)</u>

2. Business Segment Information

(Unit: Billions of Yen)

	Sept. 2009		Sept. 2010		Mar. 2010		Mar. 2011 (Full Year Forecast)		Mar. 2011 (Second Half Forecast)	
	Net Sales	Operating Income	Net Sales	Segment Income	Net Sales	Operating Income	Net Income	Segment Income	Net Sales	Segment Income
Total Engineering Business	186.2	19.1	156.9	15.4	376.4	39.3	431.0	44.1	274.1	28.7
Catalysts & Fine Products Business	19.0	0.4	17.6	2.3	37.8	2.5	38.0	4.7	20.4	2.4
Others	—	—	4.3	0.3	—	—	11.0	0.7	6.7	0.4
Total	205.2	19.6	178.9	18.1	414.2	41.9	480.0	49.5	301.1	31.4

3. Financial Position as of September 30, 2010

<Consolidated>

(Unit: Billions of Yen)

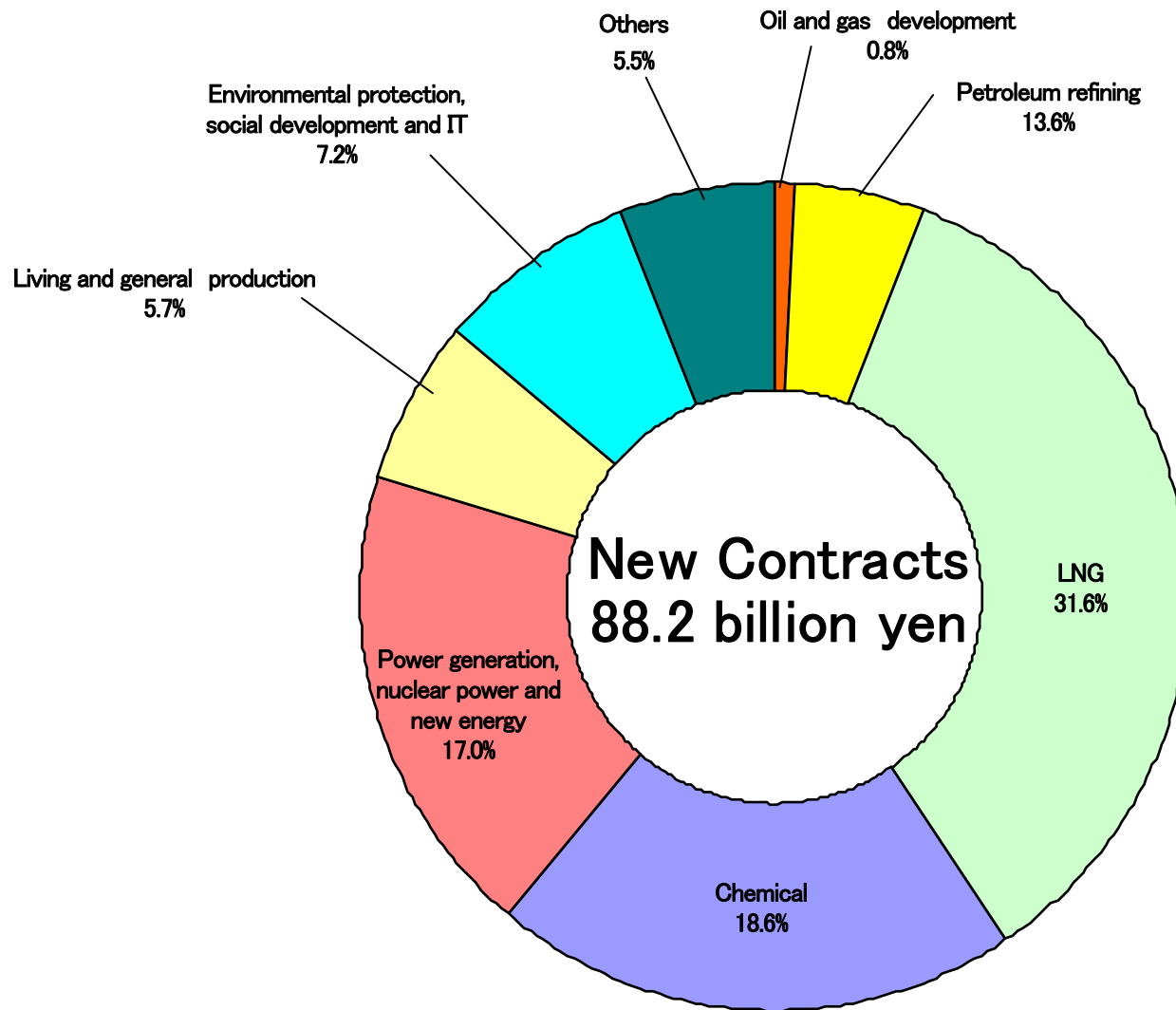
	Mar. 2009	Mar. 2010	Sept. 2010	Difference
Current Assets	335.2 (70%)	283.5 (66%)	280.0 (66%)	-3.5
Fixed Assets	145.0 (30%)	146.6 (34%)	145.1 (34%)	-1.4
Total Assets	480.2 (100%)	430.1 (100%)	425.2 (100%)	-4.9
Current Liabilities	208.0 (43%)	137.7 (31%)	131.6 (31%)	-6.0
Fixed Liabilities	47.7 (10%)	46.3 (11%)	44.8 (11%)	-1.4
Total Net Assets	224.4 (47%)	246.1 (57%)	248.7 (58%)	2.5
Total Liabilities and Net Assets	480.2 (100%)	430.1 (100%)	425.2 (100%)	-4.9

4. New Contracts and Outstanding Contracts (Total Engineering Business and Other Business)

4-1. New contracts by business sector

(Unit: Billions of Yen)

	Sept. 2009		Sept. 2010		Mar. 2009		Mar. 2010	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Oil and gas development	359.9	73.0%	0.7	0.8%	268.8	53.1%	352.0	48.0%
Petroleum refining	21.5	4.4%	11.9	13.6%	50.8	10.1%	39.3	5.4%
LNG	75.9	15.4%	27.8	31.6%	31.2	6.2%	233.5	31.8%
Chemical	16.7	3.4%	16.3	18.6%	78.4	15.5%	25.4	3.5%
Power generation, nuclear power and new energy	5.0	1.0%	15.0	17.0%	20.3	4.0%	15.0	2.0%
Living and general production	6.1	1.2%	4.9	5.7%	6.7	1.3%	48.9	6.7%
Environmental protection, social development and IT	4.2	0.9%	6.3	7.2%	43.3	8.6%	11.0	1.5%
Other	3.6	0.7%	4.8	5.5%	6.1	1.2%	8.0	1.1%
Total	493.2	100.0%	88.2	100.0%	506.1	100.0%	733.5	100.0%



Sept. 2010
New contract by business sector

4-2. Major contracts awarded

New contracts	¥ 88.2 billion
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Japan ¥ 68.1 billion	¥ 1 billion or more	5 projects	<u>LNG (1 job)</u> <u>Chemical (1 job)</u> <u>Power generation, nuclear power and new energy</u> (2 jobs) <u>Living and general production (1 job)</u>
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Overseas ¥ 20.0 billion	¥ 1 billion or more	4 projects	<u>Petroleum refining (1 job)</u> <u>LNG (1 job)</u> <ul style="list-style-type: none"> • Gorgon LNG Proj. (Australia) <u>Chemical (1 job)</u> <ul style="list-style-type: none"> • NCP Proj. (Saudi Arabia) <u>Power generation, nuclear power and new energy</u> (1 job)
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4-3. Actual result and forecasts of new contracts

< Consolidated >

(Unit: Billions of Yen)

	Sept. 2009 (Actual Result)	Sept. 2010 (Actual Result)	Mar. 2010 (Actual Result)	Mar. 2011 (Full Year Forecast)	Mar. 2011 (Second Half Forecast)
Japan	40.6	68.1	88.6	100.0	31.9
Overseas	452.6	20.0	644.9	400.0	380.0
Total	493.2	88.2	733.5	500.0	411.8

< Non-consolidated >

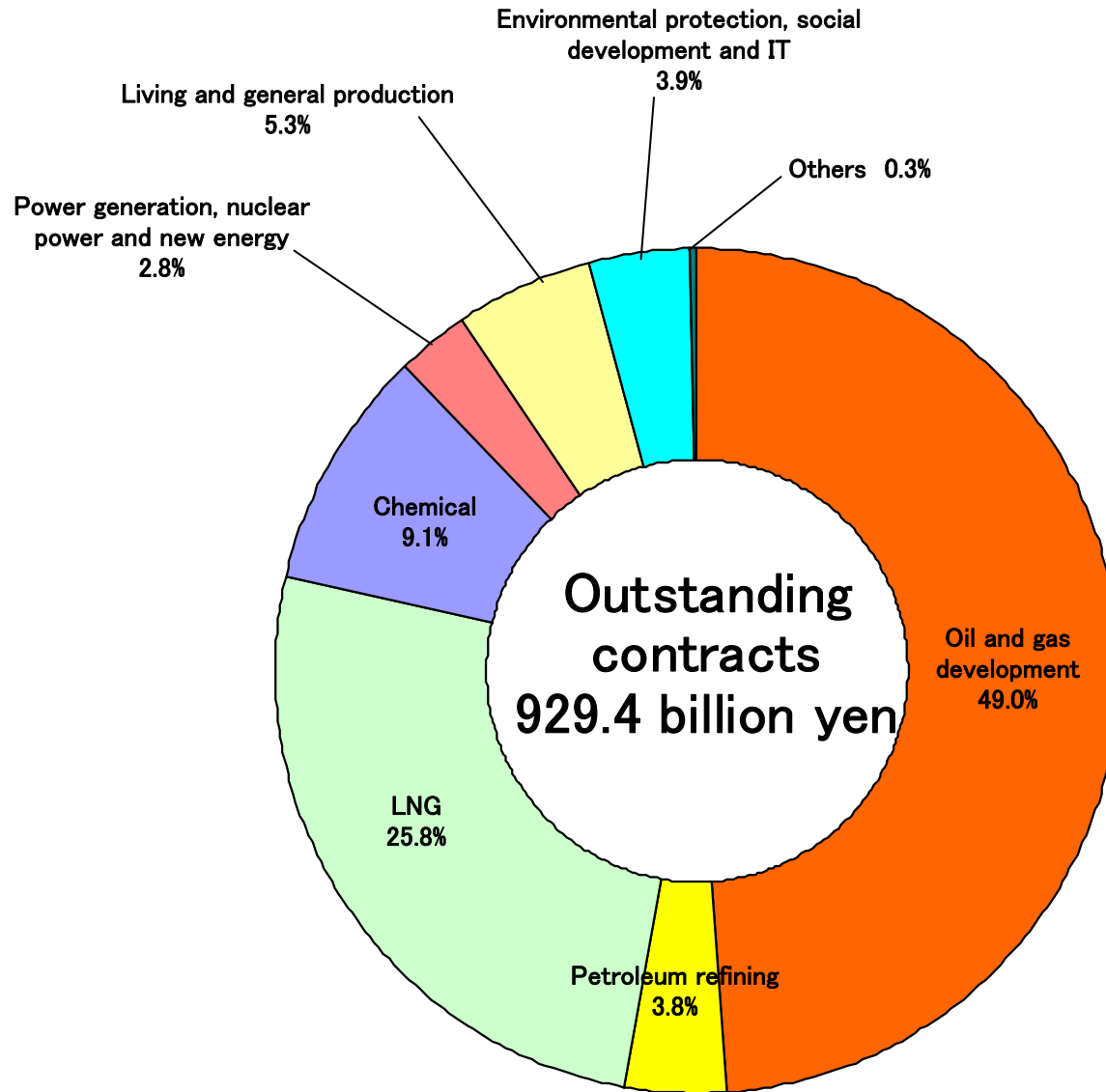
(Unit: Billions of Yen)

	Sept. 2009 (Actual Result)	Sept. 2010 (Actual Result)	Mar. 2010 (Actual Result)	Mar. 2011 (Full Year Forecast)	Mar. 2011 (Second Half Forecast)
Japan	12.4	44.4	35.6	50.0	5.6
Overseas	450.7	17.0	639.8	400.0	383.0
Total	463.1	61.4	675.5	450.0	388.6

4-4. Outstanding contracts by business sector

(Unit: Billions of Yen)

	Sept. 2009		Sept. 2010		Mar. 2009		Mar. 2010	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Oil and gas development	596.8	58.8%	455.0	49.0%	227.7	33.9%	510.8	50.9%
Petroleum refining	57.8	5.7%	35.7	3.8%	111.0	16.4%	38.7	3.9%
LNG	99.6	9.8%	239.7	25.8%	44.9	6.7%	234.4	23.4%
Chemical	187.6	18.5%	84.9	9.1%	211.2	31.6%	113.7	11.3%
Power generation, nuclear power and new energy	23.5	2.3%	25.8	2.8%	27.6	4.1%	20.5	2.1%
Living and general production	11.3	1.1%	49.1	5.3%	9.0	1.4%	49.6	5.0%
Environmental protection, social development and IT	35.6	3.5%	35.8	3.9%	39.0	5.8%	33.5	3.3%
Others	3.0	0.3%	3.1	0.3%	0.6	0.1%	0.9	0.1%
Total	1,015.4	100.0%	929.4	100.0%	671.3	100.0%	1,002.5	100.0%



Sept. 2010
Outstanding contracts by business sector

4-5. Major outstanding contracts

Outstanding contracts	¥ 929.4 billion
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Japan ¥ 151.2 billion	¥ 10 billion or more	2 projects	<u>LNG (1 job)</u> <u>Environmental protection, social development and IT (1 job)</u>
	¥ 1 billion or more	16 projects	<u>Petroleum refining (3 jobs)</u> <u>Chemical (1 job)</u> <u>Power generation, nuclear power and new energy (4 jobs)</u> <u>Living and general production (3 jobs)</u> <u>Environmental protection, social development and IT (5 jobs)</u>

Overseas ¥ 778.2billion	¥ 30 billion or more	7 projects	<u>Oil and gas development (3 jobs)</u> • IGD Habshan Proj. (U.A.E.) • Manifa Proj. (Saudi Arabia) • Gassi Touil Proj. (Algeria) <u>LNG (2 jobs)</u> • EPC-3 LNG Proj. (Papua New Guinea) • Gorgon LNG Proj. (Australia) <u>Chemical (1 job)</u> • NCP Proj. (Saudi Arabia) <u>Living and general production (1 job)</u>
	¥ 10 billion or more	2 projects	<u>Oil and gas development (1 job)</u> • Rhourde Nouss Proj. (Algeria) <u>Environmental protection, social development and IT (1 job)</u>