

Outline of Consolidated Financial Results of Taiheiyo Cement Corporation for the Third Quarter of Fiscal 2006

February 13, 2006

Company: Taiheiyo Cement Corporation
Stock code: 5233
URL: <http://www.taiheiyo-cement.co.jp/>

Fiscal 2005 3Q: April 1, 2004- December 31, 2004
Fiscal 2005: April 1, 2004-March 31, 2005
Fiscal 2006 3Q: April 1, 2005-December 31, 2005
Fiscal 2006: April 1, 2005-March 31, 2006

The accompanying consolidated financial results are not intended to present the financial results in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Japan.

1. Consolidated results for the third quarter of FY3/06 (April 1, 2005 – December 31, 2005)

(1) Consolidated results of operations All yen figures are rounded down to the nearest one million yen.

	Net Sales		Operating income		Ordinary income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
3Q FY3/06	663,659	4.6	45,344	36.5	38,121	51.4
3Q FY3/05	634,650	-2.3	33,218	-	25,182	-
FY3/05	872,686		48,185		38,264	

	Net income		EPS	Diluted EPS
	Millions of Yen	%	Yen	Yen
3Q FY3/06	2,272	-84.5	2.43	2.34
3Q FY3/05	14,621	-	15.71	15.18
FY3/05	14,412		15.33	14.80

(2) Consolidated financial position

	Total assets	Shareholders' equity	Equity ratio	Equity per share
	Millions of Yen	Millions of Yen	%	Yen
3Q FY3/06	1,291,724	259,403	20.1	276.98
3Q FY3/05	1,326,686	238,905	18.0	256.78
FY3/05	1,247,532	236,734	19.0	253.26

(Reference: FY3/06 consolidated earnings forecast (April 1, 2005 – March 31, 2006))

There is no revision proposed in the consolidated project performance for the FY3/06, which was announced on November 15, 2005.

Consolidated Balance Sheets(Summary)

(Unit: Millions of Yen)

Item	3H FY3/06 (As of 12/31/05)	FY3/05 (As of 3/31/05)	Change
Assets			
Current assets	411,295	366,243	45,052
Cash and time deposits	77,464	73,364	4,100
Notes and accounts receivable	212,131	190,071	22,060
Inventories	83,502	67,811	15,690
Other current assets	38,197	34,995	3,201
Fixed assets	880,429	881,289	-860
Tangible fixed assets	581,635	608,111	-26,475
Intangible fixed assets	47,212	47,060	151
Investments and other assets	251,581	226,117	25,463
Total assets	1,291,724	1,247,532	44,192
Liabilities			
Current liabilities	590,060	547,404	42,656
Notes and accounts payable	120,680	117,476	3,204
Short-term borrowings and bonds(due within one year)	380,561	353,200	27,360
Other current liabilities	88,818	76,727	12,091
Fixed liabilities	408,725	433,525	-24,799
Long-term borrowings ,Bonds and convertible bonds	292,748	312,756	-20,007
Other fixed liabilities	115,976	120,768	-4,791
Total liabilities	998,786	980,929	17,856
Minority interests	33,535	29,867	3,667
Shareholders' equity			
Capital stock	69,499	69,499	-
Additional paid in capital	58,893	58,605	288
Retained earnings	99,827	101,337	-1,510
Revaluation excess	4,788	4,855	-67
Unrealized gain on other securities	30,445	19,885	10,560
Foreign currency translation adjustments	-2,455	-14,725	12,270
Treasury stock	-1,595	-2,723	1,127
Total shareholders' equity	259,403	236,734	22,668
Total liabilities, minority interests and shareholders' equity	1,291,724	1,247,532	44,192

Consolidated Statements of Income(Summary)

(Unit: Millions of Yen)

Item		3Q FY3/06 (4/1/05-12/31/05)	3Q FY3/05 (4/1/04-12/31/04)	Change
Operating income/loss	Net sales	663,659	634,650	29,009
	Cost of sales	516,343	499,264	17,078
	Selling, general and administrative expenses	101,971	102,167	-195
	Operating income	45,344	33,218	12,125
Non-operating income		8,927	6,355	2,571
Non-operating expenses		16,149	14,391	1,757
Ordinary income		38,121	25,182	12,939
Extraordinary gains (losses)		-33,046	1,890	-34,936
Net income before income taxes		5,075	27,072	-21,997
Income taxes		16,201	9,334	6,867
Income tax adjustments		-14,581	1,771	-16,352
Minority interest income		1,182	1,344	-162
Net income		2,272	14,621	-12,349