

Outline of Consolidated Financial Results of Taiheiyo Cement Corporation for the Third Quarter of Fiscal 2008 ended March 31, 2008

February 12, 2008

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

Fiscal 2007 3Q: April 1, 2006- December 31,2006
 Fiscal 2007: April 1, 2006-March 31, 2007
 Fiscal 2008 3Q: April 1, 2007-December 31, 2007
 Fiscal 2008: April 1, 2007-March 31, 2008

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 FY3/08 (April 1, 2007 – December 31, 2007)

(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 FY3/08	697,891	-0.0	39,257	-28.8	33,372	-32.2
3Q FY3/07	698,217	5.2	55,144	21.6	49,202	29.1
FY3/07	940,630		76,692		67,907	

	Net income		EPS	Diluted EPS
	Millions of Yen	%	Yen	Yen
3Q FY3/08	18,866	-7.2	20.13	18.61
3Q FY3/07	20,325	794.4	21.72	20.99
FY3/07	24,408		26.08	25.20

(2) Consolidated financial position

All yen figures are rounded down to the nearest one million yen.

	Total assets	Total net assets	Equity ratio	Equity per share
	Millions of Yen	Millions of Yen	%	Yen
3Q FY3/08	1,271,136	339,479	23.4	317.22
3Q FY3/07	1,286,598	320,034	21.9	301.24
FY3/07	1,256,980	329,637	23.3	312.98

(Reference:FY3/08 consolidated earnings forecast (April 1, 2007 – March 31, 2008))

There is no revision proposed in the consolidated project performance for the FY3/08, which was announced on November 13, 2007.

Consolidated Balance Sheets(Summary)

All yen figures are rounded down to the nearest one million yen.

(Unit: Millions of Yen)

Item	3Q FY3/08 (As of 12/31/07)	FY3/07 (As of 3/31/07)	Change	3H FY3/07 (As of 12/31/06)
Assets				
Cash and time deposits	78,732	70,142	8,589	76,374
Notes and accounts receivable	217,527	206,927	10,600	224,274
Inventories	91,063	80,412	10,650	85,876
Other current assets	40,601	34,043	6,558	43,483
Current assets	427,925	391,526	36,398	430,008
Tangible fixed assets	569,966	580,285	-10,319	582,962
Intangible fixed assets	43,538	45,064	-1,526	45,887
Investments and other assets	229,705	240,102	-10,396	227,739
Fixed assets	843,210	865,453	-22,242	856,589
Total assets	1,271,136	1,256,980	14,156	1,286,598
Liabilities				
Notes and accounts payable	126,594	116,751	9,842	130,460
Short-term bank loans and current portion of long-term debt	294,214	283,632	10,581	325,856
Commercial paper	32,000	11,000	21,000	5,000
Other current liabilities	86,816	87,239	-423	82,149
Current liabilities	539,624	498,623	41,000	543,467
Long-term debt	284,301	315,520	-31,218	316,388
Other fixed liabilities	107,730	113,198	-5,467	106,708
Fixed liabilities	392,032	428,718	-36,686	423,096
Total liabilities	931,656	927,342	4,314	966,563
Net Assets				
Common stock	69,499	69,499	-	69,499
Additional paid-in capital	60,751	59,868	883	59,603
Retained earnings	141,225	126,127	15,097	121,992
Treasury stock, at cost	-1,685	-1,669	-15	-1,831
Shareholders' equity	269,791	253,826	15,964	249,263
Unrealized gain on other securities	16,089	25,485	-9,396	25,037
Net unrealized gain on derivatives	49	21	28	6
Revaluation excess	4,669	4,677	-8	4,696
Foreign currency translation adjustments	8,883	10,720	-1,837	2,827
Accumulated other comprehensive losses	-1,690	-1,740	49	-
Valuation and translation adjustments	28,000	39,165	-11,164	32,567
Minority interests in consolidated subsidiaries	41,687	36,646	5,040	38,204
Total net assets	339,479	329,637	9,841	320,034
Total liabilities and net assets	1,271,136	1,256,980	14,156	1,286,598

Consolidated Statements of Income(Summary)

All yen figures are rounded down to the nearest one million yen.

(Unit: Millions of Yen)

Item		3Q FY3/08 (4/1/07– 12/31/07)	3Q FY3/07 (4/1/06– 12/31/06)	Change	FY3/07 (4/1/06– 3/31/07)
Operating income/loss	Net sales	697,891	698,217	-326	940,630
	Cost of sales	550,641	539,237	11,403	728,386
	Gross profit	147,249	158,979	-11,730	212,244
	Selling, general and administrative expenses	107,992	103,835	4,156	135,551
	Operating income	39,257	55,144	-15,886	76,692
	Non-operating income	6,892	7,398	-506	9,075
	Non-operating expenses	12,776	13,340	-563	17,860
	Ordinary income	33,372	49,202	-15,829	67,907
	Extraordinary gains (losses)	-107	-9,543	9,435	-17,038
	Income before income taxes and minority interests	33,264	39,659	-6,394	50,869
	Current income taxes	12,492	16,127	-3,634	19,867
	Prior years' adjustment income taxes	-2,252	-	-2,252	-
	Differed Income taxes	1,835	569	1,266	3,666
	Minority interests in net income of consolidated subsidiaries	2,322	2,636	-314	2,926
	Net income	18,866	20,325	-1,459	24,408

Segment Information

Segment information

All yen figures are rounded down to the nearest one million yen.

(Unit: Millions of Yen)

	3Q FY3/08 (4/1/07 – 12/31/07)								
	Cement Business	Mineral Resources Business	Environmental Business	Construction Materials Business	Ceramics & Electronics Business	Other	Total	Eliminations or corporate assets	Consolidated total
Net Sales	437,926	78,149	49,841	71,204	46,454	86,590	770,166	(72,274)	697,891
Operating expenses	406,723	75,365	47,140	71,764	46,735	82,412	730,141	(71,507)	658,634
Operating income/loss	31,203	2,783	2,701	-560	-281	4,178	40,024	(767)	39,257

All yen figures are rounded down to the nearest one million yen.

(Unit: Millions of Yen)

	3Q FY3/07 (4/1/06 – 12/31/06)								
	Cement Business	Mineral Resources Business	Environmental Business	Construction Materials Business	Ceramics & Electronics Business	Other	Total	Eliminations or corporate assets	Consolidated total
Net Sales	437,612	75,374	51,201	70,556	50,162	79,771	764,679	(66,461)	698,217
Operating expenses	393,174	71,946	48,983	70,262	49,250	75,374	708,992	(65,918)	643,073
Operating income/loss	44,437	3,428	2,218	294	911	4,396	55,686	(542)	55,144