### Outline of Consolidated Financial Results of Taiheiyo Cement Corporation for the First Half of Fiscal 2010 ended March 31, 2010

November 10, 2009

Company:	Taiheiyo Cement Corporation	Fiscal 2009 1H:	April 1, 2008- September 30,2008
Stock code:	5233	Fiscal 2009:	April 1, 2008-March 31, 2009
URL:	http://www.taiheiyo-cement.co.jp/	Fiscal 2010 1H:	April 1, 2009-September 30, 2009
		Fiscal 2010:	April 1, 2009-March 31, 2010

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.

(All yen figures are rounded down to the nearest one million yen.) 1. Consolidated Financial Results for the First Half of Fiscal 2010 (April 1, 2009 through September 30, 2009) (1) Operating Results

	Net Sales		Income (loss) from operations		m Ordinary income		Net income			
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%		
1H FY3/10	357,938	-16.6	-1,732	_	-4,316	_	-7,988	-		
1H FY3/09	429,069	-	4,507	-	-3,379	_	-7,323	_		

	EPS	Diluted EPS
	Yen	Yen
1H FY3/10	-8.53	-
1H FY3/09	-7.80	_

#### (2) Financial Position

	Total assets	Total net assets	Equity ratio	Equity per share
	Millions of Yen	Millions of Yen	%	Yen
1H FY3/10	1,130,513	220,899	16.3	197.64
FY3/09	1,158,086	220,038	15.9	195.80

#### 2. Dividends

		Dividend per share							
	1Q	2Q	3Q	4Q	Total				
	Yen	Yen	Yen	Yen	Yen				
FY3/09		2.00	—	0.00	2.00				
FY3/10		0.00							
FY3/10(forecast)									

#### 3. Consolidated Results Forecast for the Fiscal 2010(April 1, 2009 through March 31, 2010)

	Net sales		Income from operations		Ordinary income		Net income		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
FY3/10	737,000	-15.5	5,000	-55.2	500	—	-4,500		-4.80

This forecast is based on the information available at the date of publication of this material and assumptions at the same date with respect to the various factors which might have impact on the future financial results. Actual results may differ materially from this forecast due to various factors.

# Consolidated Balance Sheets

		(Millions of Yen)
Item	1H FY3/10	FY3/09
Item	(As of 9/30/09)	(As of 3/31/09)
Assets		
Current assets		
Cash and time deposits	60,853	61,052
Notes and accounts receivable-trade	153,156	172,621
Merchandise and finished goods	38,410	36,758
Work in process	8,741	12,361
Raw materials and supplies	43,352	46,538
Other	37,198	38,287
Allowance for doubtful accounts	-1,829	-1,961
Current assets	339,883	365,659
Non-current assets		
A. Property, plant and equipment		
Buildings and structures, net	170,875	173,584
Machinery, equipment, and vehicles, net	145,546	151,198
Land	173,509	173,566
Other, net	68,751	57,990
Property, plant and equipment	558,683	556,339
B. Intangible assets		
Goodwill	20,666	21,343
Other	37,506	37,049
Intangible assets	58,173	58,392
C. Investments and other assets		
Investment securities	101,734	103,153
Other	81,181	84,072
Allowance for doubtful accounts	-9,142	-9,530
Investments and other assets	173,773	177,693
Non-current assets	790,630	792,426
Total assets	1,130,513	1,158,086

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

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	(Millions of Ye						
Item	1H FY3/10	FY3/09					
	(As of 9/30/09)	(As of 3/31/09)					
Liabilities							
Current liabilities							
Notes and accounts payable-trade	77,577	100,877					
Short-term bank loans payable	284,223	280,702					
Commercial papers	10,000	22,000					
Current portion of bonds	20,785	785					
Current portion of bonds with subscription	12,087	-					
rights to shares							
Income taxes payable	2,488	2,292					
Provision for bonuses	5,253	5,740					
Provision for directors' bonuses	7	26					
Provision for head office transfer cost	-	428					
Provision for loss on transfer of business	5,438	5,438					
Other provisions	846	818					
Other	55,806	65,156					
Current liabilities	474,515	484,266					
Non-current liabilities							
Bonds payable	63,363	73,181					
Bonds with subscription rights to shares	22,035	34,137					
Long-term bank loans payable	235,053	232,559					
Provision for retirement benefits	35,494	34,215					
Provision for directors' retirement benefits	811	1,083					
Provision for loss on business of subsidiaries	138	138					
and affiliates		156					
Provision for special repairs	388	361					
Other	77,813	78,104					
Non-current liabilities	435,098	453,780					
Liabilities	909,614	938,047					
Net assets							
Shareholders' equity							
Capital stock	69,499	69,499					
Capital surplus	60,743	60,745					
Retained earnings	81,766	89,743					
Treasury stock	-2,476	-1,702					
Shareholders' equity	209,532	218,286					
Valuation and translation adjustments							
Unrealized gain on other securities	7,746	4,952					
Deferred gains or losses on hedges	-74	-97					
Revaluation reserve for land	4,548	4,559					
Foreign currency translation adjustment	-34,567	-41,379					
Accumulated other comprehensive losses	-2,707	-2,567					
Valuation and translation adjustments	-25,053	-34,531					
Minority interests in consolidated subsidiaries	36,420	36,284					
Total net assets	220,899	220,038					
Total liabilities and net assets	1,130513	1,158,086					

# Consolidated Statements of Income

Item     IH FY3/09 (4/1/08– 9/30/08)     IH FY3/10 (4/1/09– 9/30/08)       Net sales     429,069     357,938       Cost of sales     352,140     296,884       Gross profit     76,929     61,053       Selling, general and administrative expenses     72,421     62,786       Income (loss) from operations     4,507     -1,732       Non-operating income     591     304       Dividends income     841     893       Equity in earnings of unconsolidated subsidiaries and affiliates     -     503       Other     1,935     2,574       Non-operating income     3,368     4,275       Non-operating expenses     5,436     5,002       Equity in losses of unconsolidated subsidiaries and affiliates     3,922     -       Other     1,897     1,857       Non-operating expenses     11,256     6,860       Ordinary loss (-)     -3,379     -4,316       Extraordinary gain     2,368     6444       Extraordinary gain     2,368     6444       Extraordinary loss     2,2,368     644  E		(Millions	
9/30/08)     9/30/09)       Net sales     429,069     357,938       Cost of sales     352,140     296,884       Gross profit     76,929     61,053       Selling, general and administrative expenses     72,421     62,786       Income (loss) from operations     4,507     -1,732       Non-operating income     841     893       Equity in earnings of unconsolidated subsidiaries and affiliates     -     503       Other     1,935     2,574       Non-operating income     3,368     4,227       Non-operating expenses     5,436     5,002       Equity in losses of unconsolidated subsidiaries and affiliates     3,922     -       Other     1,897     1,857       Non-operating expenses     11,256     6,860       Ordinary loss (-)     -3,379     -4,316       Extraordinary gain     2,368     644       Extraordinary gain     2,368     644       Extraordinary gain     2,368     644       Extraordinary gain     2,368     14       Other     984     1,19			1H FY3/10
Net sales $429,069$ $357,938$ Cost of sales $352,140$ $296,884$ Gross profit $76,929$ $61,053$ Selling, general and administrative expenses $72,421$ $62,786$ Income (loss) from operations $4,507$ $-1,732$ Non-operating income $841$ $893$ Equity in earnings of unconsolidated subsidiaries $ 503$ Other $1,935$ $2,574$ Non-operating income $ 503$ Equity in earnings of unconsolidated subsidiaries $ 503$ Other $1,935$ $2,574$ Non-operating expenses $ 5436$ Interest expenses $5,436$ $5,002$ Equity in losses of unconsolidated subsidiaries $3,922$ $-$ Other $1,897$ $1,857$ Non-operating expenses $11,256$ $6,860$ Ordinary loss ( $-$ ) $-3,379$ $-4,316$ Extraordinary gain $2,368$ $6444$ Extraordinary gain $2,368$ $6444$ Extraordinary loss $1,272$ $269$ Extraordinary loss $2,833$ $2,528$ Loss on disposal of non-current assets $955$ $1,323$ Loss on disposal of non-current assets $955$ $1,223$ Loss on disposal of non	Item		
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and affiliates $ 303$ Other $1,935$ $2,574$ Non-operating income $3,368$ $4,275$ Non-operating expenses $ -$ Interest expenses $5,436$ $5,002$ Equity in losses of unconsolidated subsidiaries and affiliates $3,922$ $-$ Other $1,897$ $1,857$ Non-operating expenses $11,256$ $6,860$ Ordinary loss (-) $-3,379$ $-4,316$ Extraordinary gain $ -3,379$ $-4,316$ Gain on disposal of non-current assets $1,584$ $361$ Gain on sales of investments in securities $657$ $113$ Other $127$ $269$ Extraordinary gain $2,368$ $644$ Extraordinary loss $ 393$ Loss on disposal of non-current assets $955$ $1,323$ Loss on impairment of fixed assets $993$ $14$ Other $-3,307$ $1,926$ Income taxes and minority interests (-) $-3,844$ $-6,201$ Income taxes deferred $-759$ $-122$ Income taxes $-2,548$ $1,803$ Minority interests in net income(loss) of consolidated subsidiaries (-) $-331$ $-16$	Dividends income	841	893
Non-operating income3,3684,275Non-operating expenses-Interest expenses5,436Equity in losses of unconsolidated subsidiaries and affiliates3,922Other1,897Non-operating expenses11,256Gordinary loss (-)-3,379-4,316Extraordinary gain-Gain on disposal of non-current assets1,584Gain on sales of investments in securities657Other127269Extraordinary gain-Cher2,368Other127269Extraordinary gain2,368Cother127269Extraordinary gain2,368Loss on disposal of non-current assets955Loss on disposal of non-current assets955Loss on impairment of fixed assets9841,190Extraordinary lossLoss before income taxes and minority interests (-)-3,844-6,2011ncome taxes currentIncome taxes -deferred-759-122Income taxesIncome taxes in net income(loss) of consolidated subsidiaries (-)931-16		_	503
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Equity in losses of unconsolidated subsidiaries and affiliates $3,922$ $-$ Other $1,897$ $1,857$ Non-operating expenses $11,256$ $6,860$ Ordinary loss (-) $-3,379$ $-4,316$ Extraordinary gain $-3,379$ $-4,316$ Gain on disposal of non-current assets $1,584$ $361$ Gain on sales of investments in securities $657$ $13$ Other $127$ $269$ Extraordinary gain $2,368$ $644$ Extraordinary gain $2,368$ $644$ Extraordinary loss $ -$ Loss on disposal of non-current assets $955$ $1,323$ Loss on disposal of non-current assets $893$ $14$ Other $984$ $1,190$ Extraordinary loss $2,833$ $2,528$ Loss on impairment of fixed assets $9,844$ $-6,201$ Income taxes-current $3,307$ $1,926$ Income taxes-deferred $-759$ $-122$ Income taxes $-2,548$ $1,803$ Minority interests in net income(loss) of consolidated subsidiaries (-) $931$ $-16$	Non-operating expenses		
and affiliates $3,922$ $-$ Other $1,897$ $1,857$ Non-operating expenses $11,256$ $6,860$ Ordinary loss (-) $-3,379$ $-4,316$ Extraordinary gain $-3,379$ $-4,316$ Gain on disposal of non-current assets $1,584$ $361$ Gain on sales of investments in securities $657$ $13$ Other $127$ $269$ Extraordinary gain $2,368$ $644$ Extraordinary loss $ -$ Loss on disposal of non-current assets $955$ $1,323$ Loss on disposal of non-current assets $955$ $1,323$ Loss on impairment of fixed assets $984$ $1,190$ Extraordinary loss $2,833$ $2,528$ Loss before income taxes and minority interests (-) $-3,844$ $-6,201$ Income taxes-current $3,307$ $1,926$ Income taxes $-2,548$ $1,803$ Minority interests in net income(loss) of consolidated subsidiaries (-) $931$ $-16$	Interest expenses	5,436	5,002
Non-operating expenses $11,256$ $6,860$ Ordinary loss (-) $-3,379$ $-4,316$ Extraordinary gain $-3,379$ $-4,316$ Gain on disposal of non-current assets $1,584$ $361$ Gain on sales of investments in securities $657$ $13$ Other $127$ $269$ Extraordinary gain $2,368$ $644$ Extraordinary loss $-3,379$ $-14,316$ Loss on disposal of non-current assets $955$ $1,323$ Loss on disposal of non-current assets $955$ $1,323$ Loss on impairment of fixed assets $893$ $14$ Other $984$ $1,190$ Extraordinary loss $2,833$ $2,528$ Loss before income taxes and minority interests (-) $-3,844$ $-6,201$ Income taxes-current $3,307$ $1,926$ Income taxes $-2,548$ $1,803$ Minority interests in net income(loss) of consolidated subsidiaries (-) $931$ $-16$		3,922	-
Ordinary loss (-)-3,379-4,316Extraordinary gain-4,316Gain on disposal of non-current assets1,584Gain on sales of investments in securities657Other127269Extraordinary gain2,368Extraordinary loss-4,316Loss on disposal of non-current assets955Loss on disposal of non-current assets9551,32314Other9841,1902,833Extraordinary loss2,833Loss on impairment of fixed assets9841,190Extraordinary loss2,833Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,307Income taxes-759-122Income taxes-2,548Minority interests in net income(loss) of consolidated subsidiaries (-)931	Other	1,897	1,857
Extraordinary gainImage: Construct of the section of the	Non-operating expenses	11,256	6,860
Gain on disposal of non-current assets $1,584$ $361$ Gain on sales of investments in securities $657$ $13$ Other $127$ $269$ Extraordinary gain $2,368$ $644$ Extraordinary loss $-44$ Loss on disposal of non-current assets $955$ $1,323$ Loss on impairment of fixed assets $893$ $14$ Other $984$ $1,190$ Extraordinary loss $2,833$ $2,528$ Loss before income taxes and minority interests (-) $-3,844$ $-6,201$ Income taxes-current $3,307$ $1,926$ Income taxes deferred $-759$ $-122$ Income taxes $-2,548$ $1,803$ Minority interests in net income(loss) of consolidated subsidiaries (-) $931$ $-16$	Ordinary loss (–)	-3,379	-4,316
Gain on sales of investments in securities65713Other127269Extraordinary gain2,368644Extraordinary lossLoss on disposal of non-current assets9551,323Loss on impairment of fixed assets89314Other9841,190Extraordinary loss2,8332,528Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Extraordinary gain		
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Extraordinary gain2.05Extraordinary gain2,368644Extraordinary loss1Loss on disposal of non-current assets9551,323Loss on impairment of fixed assets89314Other9841,190Extraordinary loss2,8332,528Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Gain on sales of investments in securities	657	13
Extraordinary lossImage: Heat Strain Str	Other	127	269
Loss on disposal of non-current assets9551,323Loss on impairment of fixed assets89314Other9841,190Extraordinary loss2,8332,528Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Extraordinary gain	2,368	644
Loss on insposit of hor-current assets89314Other9841,190Extraordinary loss2,8332,528Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Extraordinary loss		
Dots on inputment of fixed assets98414Other9841,190Extraordinary loss2,8332,528Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Loss on disposal of non-current assets	955	1,323
Extraordinary loss2,8332,528Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Loss on impairment of fixed assets	893	14
Loss before income taxes and minority interests (-)-3,844-6,201Income taxes-current3,3071,926Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Other	984	1,190
Income taxes-current3,3071,926Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Extraordinary loss	2,833	2,528
Income taxes-deferred-759-122Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Loss before income taxes and minority interests (-)	-3,844	-6,201
Income taxes-2,5481,803Minority interests in net income(loss) of consolidated subsidiaries (-)931-16	Income taxes-current	3,307	1,926
Minority interests in net income(loss) of consolidated subsidiaries (–) 931 –16	Income taxes-deferred	-759	-122
consolidated subsidiaries (–) 931 –16	Income taxes	-2,548	1,803
		931	-16
		-7,323	-7,988

All yen figures are rounded down to the nearest one million yen. (Millions of Yen)

# Consolidated Statements of Cash Flows

	(N	(illions of Yen)
	1H FY3/09	1H FY3/10
Item	4/1/08 -	(4/1/09 - )
	9/30/08	9/30/09
I Cash flows from operating activities	2.944	6 201
Loss before income taxes and minority interests(-) Depreciation and amortization	-3,844 24,610	-6,201
Amortization of goodwill	1,351	23,930 1,669
Equity in losses(earnings) of unconsolidated subsidiaries	,	,
and affiliates	3,922	-503
Write-off of investments in securities	241	197
Increase(Decrease) in provision for retirement benefits	-1,129	55
Decrease in provision for directors' retirement benefits	-544	-271
Decrease in provision for bonuses	-1,167	-489
Decrease in provision for directors' bonuses	-36	-19
Decrease in allowance for doubtful accounts	-283	-526
Increase(Decrease) in other provision	435	-741
Interest and dividends income	-1,433	-1,197
Interest expenses Loss(Gain) on sales of investment in securities	5,436 -594	5,002 227
Liquidation of unconsolidated subsidiaries and affiliates	-394	0
Loss(Gain) on sale/disposal of property, plant, and		, i i i i i i i i i i i i i i i i i i i
equipment	-628	961
Loss on impairment of fixed assets	893	14
Decrease(Increase) in notes and accounts receivable-trade	365	20,570
Decrease(Increase) in inventories	-20,850	6,273
Decrease in notes and accounts payable-trade	-20,850	-23,243
Other, net	-5,832	-6,284
Subtotal	-4,301	19,423
Interest and dividends income received	1,424	2,146
Interest expenses paid	-5,771	-5,169
Income taxes paid	-3,145	-1,687
Cash flows from operating activities	-11,794	14,712
II Cash flows from investing activities		
Decrease(Increase) in time deposits	1,315	-680
Purchase of property, plant, and equipment	-23,649	-22,504
Proceeds from sale of property, plant, and equipment	3,381	1,062
Purchase of investments in securities	-4,288	-118
Proceeds from sales of investment in securities	1,720	6,349
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-48,055	-
Proceeds from sales of subsidiaries resulting in change in		
scope of consolidation	-	59
Payments of loans receivable	-2,600	-1,621
Collection of loans receivable	1,242	1,565
Other, net	1,902	1,336
Cash flows from investing activities	-69,031	-14,552
III Cash flows from financing activities		
Net increase(decrease) in short-term loans payable	27,723	-4,730
Net Increase(decrease) in commercial paper	27,000	-12,000
Proceeds from long-term loans payable	61,592	32,777
Repayment of long-term loans payable	-35,051	-26,252
Redemption of bonds	-766	-317
Proceeds from issuance of bonds		10,500
Proceeds from issuance of common stock	2,157	-
Purchase of treasury stock Proceeds from sales of treasury stock	22	-775 1
Cash dividends paid	-2,822	_
Cash dividends paid to minority shareholders	-647	-632
Other, net	-103	-480
	79,103	-1,909
Cash flows from financing activities	-1,094	960
IV Effect of exchange rate changes on cash and cash equivalents	0.01	-788
IVEffect of exchange rate changes on cash and cash equivalentsVDecrease in cash and cash equivalents	-2,816	
IV   Effect of exchange rate changes on cash and cash equivalents     V   Decrease in cash and cash equivalents     VI   Cash and cash equivalents at beginning of the period	-2,816 60,051	56,299
IV   Effect of exchange rate changes on cash and cash equivalents     V   Decrease in cash and cash equivalents     VI   Cash and cash equivalents at beginning of the period     VII   Cash and cash equivalents at beginning of the period resulting	,	
IV   Effect of exchange rate changes on cash and cash equivalents     V   Decrease in cash and cash equivalents     VI   Cash and cash equivalents at beginning of the period     VII   Cash and cash equivalents at beginning of the period resulting from change of scope of consolidation	60,051	
IV   Effect of exchange rate changes on cash and cash equivalents     V   Decrease in cash and cash equivalents     VI   Cash and cash equivalents at beginning of the period     VII   Cash and cash equivalents at beginning of the period resulting	60,051	

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

# Segment Information

All yen figures are rounded down to the nearest one million yen. (Millions of Yen)

[Industry Segment	ts]			(Millions of Yen)						
		1H FY3/10 (4/1/09 – 9/30/09)								
	Cement Business	Mineral Resources Business	Environmental Business	Construction Materials Business	Ceramics & Electronics Business	Other	Total	Eliminations or corporate assets	Consolidated total	
Net sales (1) Net sales to outside customers	221,639	35,218	26,099	39,981	7,016	27,983	357,938		357,938	
(2) Intersegment net sales	5,497	8,743	2,957	3,092	23	18,390	38,705	(38,705)		
Total	227,136	43,961	29,057	43,074	7,039	46,373	396,643	(38,705)	357,938	
Income (loss) from operations(-)	-2,892	395	2,186	328	-2,422	1,061	-1,343	(388)	-1,732	

[Geographic segments]

All yen figures are rounded down to the nearest one million yen. (Millions of Yen)

[Geographic segi	nentsj		(Millions of Yen)						
			1H FY3/10	1H FY3/10 (4/1/09 – 9/30/09)					
	Japan	North America	Asia	Other	Total	Eliminations or corporate assets	( onsolidated		
Net sales									
(1) Net sales to outside customers	303,902	28,558	23,844	1,632	357,938		357,938		
(2) Intersegment net sales	2,991		1,362	—	4,354	(4,354)	—		
Total	306,893	28,558	25,207	1,632	362,292	(4,354)	357,938		
Income (loss) from operations(-)	847	-3,867	1,818	127	-1,074	(658)	-1,732		

#### Overseas sales

All yen figures are rounded down to the nearest one million yen. (Millions of Yen)

		1H FY3/10 (4/1/09 – 9/30/09)			
		North America	Asia	Other	Total
Ι	Overseas sales	28,630	29,179	7,152	64,962
II	Consolidated sales	—	_		357,938
III	Ratio of overseas sales to consolidated sales	8.0%	8.2%	2.0%	18.2%