

Consolidated Income Statements 【Operating Highlights】

	FY2008	FY2007	Change	(Change)
	bn. yen	bn. yen	bn. yen	
Net sales	3,428.2	3,523.1	-94.9	(-2.7%)
Cost of sales	3,389.4	3,290.7	98.7	
Selling general and administrative expenses	145.8	148.6	-2.8	
Operating income	-107.0	83.8	-190.8	(—)
Non-operating income/expenses, net	-18.0	10.5	-28.5	
Ordinary income	-125.0	94.3	-219.3	(—)
Extraordinary income/losses, net	7.8	1.2	6.6	
Income taxes	-27.7	55.0	-82.7	
Minority interests	2.9	5.3	-2.4	
Net income	-92.4	35.2	-127.6	(—)

Consolidated Financial Position

	FY2008	FY2007	Change
	As of Mar. 31, 09	As of Mar. 31, 08	
	bn. yen	bn. yen	bn. yen
Total assets	1,440.4	1,627.9	-187.5
Net assets	347.4	469.7	-122.3
Net worth ratio	22.8%	27.2%	-4.4%
Interest-bearing debt	598.6	521.6	77.0
Interest-bearing debt to total assets ratio	41.6%	32.0%	9.6%
Net interest-bearing debt	438.7	438.9	-0.2
Net interest-bearing debt ratio	30.5%	27.0%	3.5%

Note: Net interest-bearing debt is the total interest-bearing debt amount after the deduction of cash and cash equivalents and a short-term working fund balance as of the term-end

Consolidated Operating Highlights 【by Segment】

	Petroleum	(inventory valuation)	Net Petroleum	(Incl. Petroleum)	(Incl. Petrochemical business)	Oil exploration and production	Other	Elimination or corporate	Consolidated
	bn. yen	bn. yen	bn. yen	bn. yen	bn. yen	bn. yen	bn. yen	bn. yen	bn. yen
Net sales	3,352.9		3,352.9	3,283.6	69.3	89.1	91.8	-105.6	3,428.2
(From FY2007)	(-89.3)		(-89.3)	(-70.2)	(-19.1)	(5.0)	(-7.2)	(-3.4)	(-94.9)
Operating income	-162.6	-180.2	17.6	18.9	-1.3	50.8	2.2	2.6	-107.0
(From FY2007)	(-202.0)	(-225.2)	(23.2)	(29.3)	(-6.1)	(7.3)	(-0.3)	(4.2)	(-190.8)

【Reference】

Ordinary income	-175.1	-180.2	5.1	10.1	-5.0	45.9	2.4	1.8	-125.0
(From FY2007)	(-221.5)	(-225.2)	(3.7)	(17.8)	(-14.1)	(-1.0)	(-0.5)	(3.7)	(-219.3)

【Segment-Specific Ordinary Income - Factors for decrease of 219.3 bn. yen from FY2007】

I. Petroleum business (bn. yen)	
① Increase in sales price and decrease in sales volume	19.0
② Petrochemical business	-14.1
③ Impact of inventory valuation, etc	
(Incl. impact of inventory valuation of -225.2(-180.2←-45.0))	-226.4
Petroleum business - total (-175.1←-46.5)	-221.5
II. Oil exploration and production business (45.9←-46.9)	-1.0
III. Other (other businesses, etc.) (4.1←-0.9)	3.2
Ordinary Income (I + II + III)	-219.3

Consolidated Cash Flows

	FY2008	FY2007
	bn. yen	bn. yen
Operating activities	82.1	-4.2
Investment activities	-56.0	-32.8
Financing activities	57.9	-5.2
Cash and cash equivalents at the end of the period	159.9	82.7

【Capital Expenditures and Depreciation Expenses】

	FY2008	FY2007	Change
	(bn. yen)		
Petroleum	48.3	35.1	13.2
(Refining and marketing & sales)	46.1	32.8	13.3
(Petrochemical business)	1.5	1.0	0.5
(Other)	0.7	1.3	-0.6
Oil exploration and production business	18.5	13.7	4.8
Other businesses	0.2	0.2	0.0
Total (consolidated)	67.0	49.0	18.0
Depreciation expenses	41.5	42.8	-1.3